

# Bloq

# **Vesper Pools**

Security Assessment

January 20th, 2021

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## **Project Summary**

Project Name	Bloq: Vesper Pools
Description	Vesper pools smart contracts
Platform	Etherum; Solidity, Yul

# **Audit Summary**

Delivery Date	Jan. 20, 2021
Method of Audit	Static Analysis, Manual Review
Consultants Engaged	2
Timeline	Jan. 11, 2021 - Jan. 14, 2021

# **Vulnerability Summary**

Total Issues	38 - 26 resolved, 12 acknowledged
Total Critical	0
Total Major	1 - 1 resolved
<ul><li>Total Medium</li></ul>	29 - 20 resolved, 9 acknowledged
<ul><li>Total Minor</li></ul>	2 - 1 resolved, 1 acknowledged
Total Informational	6 - 4 resolved, 2 acknowledged

# Executive Summary

The Bloq Vesper Pools codebase was reassessed over the course of January 11th through 14th. The code was found to be mostly well-written, but contained multiple cases where return values were not taken into consideration, such as in the case of token allowance/transfers and uniswap token swapping.

After taking these issues into account, the Bloq team made changes to the codebase and supplied a new ZIP file to the CertiK team. Upon reviewing the modifications, we have determined that all of the issues related to ERC-20 token vulnerabilities were resolved. Issues GGA-01 through GGA-5 were acknowledged by the Bloq team, stating their preference to make minimal changes to the forked codebase. The issues concerning returned uniswap token transfer amounts were not acknowledged.

These issues should be evaluated prior to deployment. See the Findings Overview for more information.



ID: VSP - Path: contracts/VSP.sol

**SHA-256 1:** c3693a6bd7d6a657ae716c6d8d5bf9c32bb47db417102b19a670dceaf23591af

**SHA-256 2:** dbf052392facd0581e006867cd8f9eee2143b680e9ee022b48a0d59f7399bf10

ID: GGA - Path: contracts/governor/GovernorAlpha.sol

**SHA-256 1:** d6cadeb94011b7a7662dec42794dbe9afc31655510d75459807b020f8d302f2f

**SHA-256 2:** 135f6025479f0dd35444ac65f67ab6866b1bb6c18fa0ad238494030311d00a43

**ID:** GGT - **Path:** contracts/governor/GovernanceToken.sol

**SHA-256 1:** 6a45ece01a41666b267f37688525199d2418517f017a3158a2ed9490a7dbea45

**SHA-256 2:** 375e2b8235b1cde7ca802d98631d5e6b5f726746de289c0179091c491511b9c2

**ID:** GVS - **Path:** contracts/governor/VVSP.sol

**SHA-256 1:** a4c0a5611d3255c6e56b1e9c6f1c5b0ffd3aa90a1b6ecd2fec36f0853c78ae48

**SHA-256 2:** 87a12fff6401ad2fd0ad14444d0f30a2ffe793ab842d5d57214c4dbf4b3f195c

**ID:** AMS - **Path:** contracts/strategies/AaveMakerStrategy.sol

**SHA-256 1:** e1ab9f60e2b8eadf1021d2f839b6e0e3d3e789a4eb33748ce19cdf2f15cd6496

SHA-256 2: 571c1e7347cf9567ccbaff1409dad6c862bea0989be73f00fa7911ff8d8373bd

**ID:** AMZ - Path: contracts/strategies/AaveV2MakerStrategy.sol

**SHA-256 1:** 81bf3c117bc61ba13bbd171b0fe2adaff1e818856e60b2c531f4a133dc1976e7

SHA-256 2: 7e10adb25dd99268ed0b0f87eb6fa9801dcd196eaeea8ab0fdbf874f9fa2a0f5

**ID:** AVS - Path: contracts/strategies/AaveV2Strategy.sol

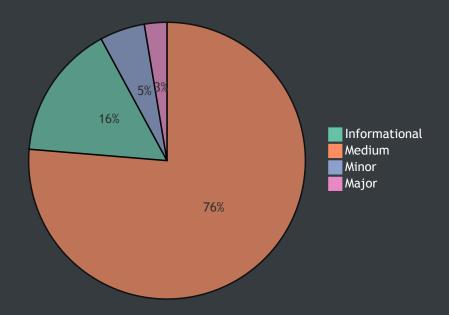
**SHA-256 1:** f836df118553ee49d7d48447b0c0a5b915c3ab93ba4edf7fd86756e39e5b904c

SHA-256 2: 71b65378eae385001c50966e0c9756369de635c957a2ae50af45e01db92b5ec6

**ID:** CMS - **Path:** contracts/strategies/CompoundStrategy.sol

**SHA-256 1:** 3c671cb4d8c9e1133c7fe23e66df56d97a2a97bdad86e36b992acc4efa1c0b74

**SHA-256 2:** 3577a9d4f42cd68573b1dd885905524f518b89a7e32834e5dae96e5c6e686e19



ID	Title	Туре	Severity	Resolved
<u>VSP-01</u>	Parameter shadowing owner state variable	Implementation	<ul><li>Informational</li></ul>	<b>✓</b>
<u>VSP-02</u>	Non-optimal getChainId function implementation	Implementation	<ul><li>Informational</li></ul>	<b>✓</b>
<u>GGA-01</u>	Missing zero address validation of guardian_ parameter in constructor	Volatile Code	<ul><li>Minor</li></ul>	(f)
<u>GGA-02</u>	Unused return value from	Volatile Code	<ul><li>Medium</li></ul>	①

	call to TimelockInterface.queu eTransaction			
<u>GGA-03</u>	Unused return value from call to TimelockInterface.exec uteTransaction	Volatile Code	<ul><li>Medium</li></ul>	<b>()</b>
<u>GGA-04</u>	Unnecessary add256 function implementation	Implementation	<ul><li>Informational</li></ul>	Ŀ
<u>GGA-05</u>	Unnecessary sub256 function implementation	Implementation	<ul><li>Informational</li></ul>	Ŀ
<u>GGA-06</u>	Non-optimal getChainId function implementation	Implementation	<ul><li>Informational</li></ul>	<b>✓</b>
<u>GGT-01</u>	Non-optimal getChainId function implementation	Implementation	<ul><li>Informational</li></ul>	~
<u>GVS-01</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>GVS-02</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	<b>:</b>
<u>GVS-03</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-01</u>	Unused return value from call to IERC20.approve	Volatile Code	Medium	<b>✓</b>
<u>AMS-02</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>~</b>

<u>AMS-03</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-04</u>	Unused return value from call to IERC20.transfer	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-05</u>	Unused return value from call to IERC20.transfer	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-06</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-07</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	<b>(</b> )
<u>AMS-08</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	⊕
<u>AMS-09</u>	Unused return value from call to IERC20.transferFrom	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMS-10</u>	Unused return value from call to IERC20.transferFrom	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMZ-01</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	~
<u>AMZ-02</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMZ-03</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>√</b>

<u>AMZ-04</u>	Unused return value from call to IERC20.transfer	Volatile Code	<ul><li>Medium</li></ul>	<b>√</b>
<u>AMZ-05</u>	Unused return value from call to IERC20.approve	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMZ-06</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	©
<u>AMZ-07</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	©
<u>AMZ-08</u>	Unused return value from call to IERC20.transferFrom	Volatile Code	<ul><li>Medium</li></ul>	<b>✓</b>
<u>AMZ-09</u>	Unused return value from call to IERC20.transferFrom	Volatile Code	<ul><li>Medium</li></ul>	✓
<u>AVS-01</u>	Unused return value from call to IERC20.transfer	Volatile Code	<ul><li>Medium</li></ul>	~
<u>AVS-02</u>	Unused return value from call to  IERC20.transferFrom	Volatile Code	<ul><li>Medium</li></ul>	<b>√</b>
AVS-03	Unused return value from call to  AaveLendingPool.withdr  aw	Volatile Code	<ul><li>Medium</li></ul>	€
<u>AVS-04</u>	No value returned from	Implementation	<ul><li>Major</li></ul>	<b>✓</b>

	_updatePendingFee function			
<u>CMS-01</u>	Missing zero address validation of _rewardToken parameter in constructor	Volatile Code	<ul><li>Minor</li></ul>	<b>✓</b>
<u>CMS-02</u>	Unused return value from call to IUniswapV2Router02.swa pExactTokensForTokens	Volatile Code	<ul><li>Medium</li></ul>	<u>(†)</u>
<u>CMS-03</u>	Unused return value from call to IERC20.transfer	Volatile Code	<ul><li>Medium</li></ul>	~



# VSP-01: Parameter shadowing owner state variable

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/VSP.sol L82

### Description:

The permit function in the VSP contract declares an owner address parameter, which shadows the owner state variable declared in the inherited Ownable.owner state variable. As a result, owner can be used incorrectly.

#### Recommendation:

Consider renaming the owner parameter in order to differentiate between the parameter supplied to the permit function and the Ownable.owner state variable:

```
function permit(

address _owner,

...
```

#### Alleviation:



# VSP-02: Non-optimal getChainId function implementation

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/VSP.sol L112-L118

### Description:

The internal getChainId function in the VSP contract explicitly declares, assigns to and returns a local uint256 chainId variable, which is inefficient:

```
function getChainId() internal pure returns (uint256) {
    uint256 chainId;
    assembly {
        chainId := chainid()
    }
    return chainId;
}
```

#### Recommendation:

Consider re-declaring the uint256 chainId local variable as a return variable and omitting the explicit return statement in order to save on the overall cost of gas:

```
function getChainId() internal pure returns (uint256 chainId) {
    assembly {
        chainId := chainid()
     }
}
```

## Alleviation:



# GGA-01: Missing zero address validation of guardian\_ parameter in

#### constructor

Туре	Severity	Location
Volatile Code	<ul><li>Minor</li></ul>	contracts/governor/GovernorAlpha.sol L142

### **Description:**

The constructor in the GovernorAlpha contract is missing zero address validation for the guardian\_ parameter, which has the potential to break the intended functionality of the cancel, \_\_acceptAdmin, \_\_abdicate, \_\_queueSetTimelockPendingAdmin and \_\_executeSetTimelockPendingAdmin functions.

#### Recommendation:

Consider adding a requirement that the supplied guardian\_ address parameter must be non-zero in order to prevent locking guardian functionality in the case of a faulty deployment:

```
require(guardian_ != address(0));
```

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that this is intended functionality. The recommendation was not applied and the GovernerAlpha contract can still be deployed with a zero governor address.



# GGA-02: Unused return value from call to

#### TimelockInterface.queueTransaction

Туре	Severity	Location
Volatile Code	Medium	contracts/governor/GovernorAlpha.sol L257

### Description:

The internal \_queueOrRevert function in the VVSP contract ignores the bytes32 result from the call to the TimelockInterface.queueTransaction function on L257:

timelock.queueTransaction(target, value, signature, data, eta);

#### Recommendation:

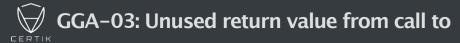
Determine if the output data from queueing a proposal transaction should be taken into consideration for the \_queue0rRevert function and incorporate it into the system if necessary, or consider returning the data from the call to the

TimelockInterface.queueTransaction function from the \_queueOrRevert function:

```
function _queueOrRevert(...) internal returns (bytes32) {
```

return timelock.queueTransaction(target, value, signature, data, eta);

#### Alleviation:



#### TimelockInterface.executeTransaction

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/governor/GovernorAlpha.sol L269-L275

### Description:

The external execute function in the VVSP contract ignores the bytes memory result from the call to the TimelockInterface.executeTransaction function on L269:

```
timelock.executeTransaction{value: proposal.values[i]}(
    proposal.targets[i],
    proposal.values[i],
    proposal.signatures[i],
    proposal.calldatas[i],
    proposal.eta
);
```

#### Recommendation:

Determine if the output data from executing each proposal transaction should be taken into consideration for the execute function and incorporate it into the system if necessary.

#### Alleviation:



# GGA-04: Unnecessary add256 function implementation

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/governor/GovernorAlpha.sol L444-L448

### **Description:**

The GovernorAlpha contract contains an unnecessary implementation of an add256 function.

#### Recommendation:

Since the project already makes use of @openzeppelin/contracts, consider importing and utilizing the previously-verified OpenZeppelin SafeMath contract instead:

```
import "@openzeppelin/contracts/math/SafeMath.sol";

contract GovernorAlpha {
   using SafeMath for uint256;
```

#### Alleviation:



# GGA-05: Unnecessary sub256 function implementation

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/governor/GovernorAlpha.sol L450-L453

### **Description:**

The GovernorAlpha contract contains an unnecessary implementation of an sub256 function.

#### Recommendation:

Since the project already makes use of @openzeppelin/contracts, consider importing and utilizing the previously-verified OpenZeppelin SafeMath contract instead:

```
import "@openzeppelin/contracts/math/SafeMath.sol";

contract GovernorAlpha {
   using SafeMath for uint256;
```

### Alleviation:



## GGA-06: Non-optimal getChainId function implementation

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/governor/GovernorAlpha.sol L455-L461

### Description:

The internal getChainId function in the GovernorAlpha contract explicitly declares, assigns to and returns a local uint256 chainId variable, which is inefficient:

```
function getChainId() internal pure returns (uint256) {
    uint256 chainId;
    assembly {
        chainId := chainid()
    }
    return chainId;
}
```

#### Recommendation:

Consider re-declaring the local uint256 chainId variable as a return variable and omitting the explicit return statement in order to save on the overall cost of gas:

```
function getChainId() internal pure returns (uint256 chainId) {
    assembly {
        chainId := chainid()
     }
}
```

## Alleviation:



# GGT-01: Non-optimal getChainId function implementation

Туре	Severity	Location
Implementation	<ul><li>Informational</li></ul>	contracts/governor/GovernanceToken.sol L217-L223

### **Description:**

The internal getChainId function in the GovernanceToken contract explicitly declares, assigns to and returns a local uint256 chainId variable, which is inefficient:

```
function getChainId() internal pure returns (uint256) {
    uint256 chainId;
    assembly {
        chainId := chainid()
    }
    return chainId;
}
```

#### Recommendation:

Consider re-declaring the uint256 chainId local variable as a return variable and omitting the explicit return statement in order to save on the overall cost of gas:

```
function getChainId() internal pure returns (uint256 chainId) {
    assembly {
        chainId := chainid()
     }
}
```

## Alleviation:



# GVS-01: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	Medium	contracts/governor/VVSP.sol L57

### Description:

The approveToken function in the VVSP contract ignores the bool result from the call to the IERC20.approve function on L57:

```
IERC20(pool).approve(strategy, MAX_UINT_VALUE);
```

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the project makes use of the @openzeppelin/contracts node module, consider importing the SafeERC20 library and using it for IERC20 types within the VVSP contract, allowing the use of the SafeERC20.safeApprove function:

```
import "@openzeppelin/contracts/token/ERC20/SafeERC20.sol";

contract VVSP is GovernanceToken {
  use SafeERC20 for IERC20;

IERC20(pool).safeApprove(strategy, MAX_UINT_VALUE);
```

## Alleviation:



## GVS-02: Unused return value from call to

#### IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/governor/VVSP.sol L104

### **Description:**

The sweepErc20 function in the VVSP contract ignores the uint256[] memory amounts result from the call to the IUniswapV2Router02.swapExactTokensForTokens function on L104:

uniswapRouter.swapExactTokensForTokens(amt, 1, path, address(this), now +
30);

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the sweepErc20 function and either incorporate them into the system, or consider returning the uint256[] memory amounts variable returned from the call to the

 $IUniswap V2 Router 02.swap Exact Tokens For Tokens \ function:$ 

```
function sweepErc20(address _erc20) external returns (uint256[] memory) {
    return uniswapRouter.swapExactTokensForTokens(amt, 1, path, address(this),
    now + 30);
```

### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



# GVS-03: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	Medium	contracts/governor/VVSP.sol L140

### Description:

The private \_approve function in the VVSP contract ignores the bool result from the call to the IERC20.approve function on L140:

```
IERC20(pool).approve(strategy, approvalAmount);
```

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the project makes use of the @openzeppelin/contracts node module, consider importing the SafeERC20 library and using it for IERC20 types within the VVSP contract, allowing the use of the SafeERC20.safeApprove function:

```
import "@openzeppelin/contracts/token/ERC20/SafeERC20.sol";

contract VVSP is GovernanceToken {
  use SafeERC20 for IERC20;

IERC20(pool).safeApprove(strategy, approvalAmount);
```

## Alleviation:



# AMS-01: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L89

### Description:

The external approveToken function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L89:

IERC20(DAI).approve(address(cm), MAX\_UINT\_VALUE);

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(cm), MAX\_UINT\_VALUE);

#### Alleviation:



# AMS-02: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveMakerStrategy.sol L95

### Description:

The external resetApproval function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L95:

IERC20(DAI).approve(address(cm), 0);

#### Recommendation:

Reference the documentation for the IERC20.approve function:

https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2 56-

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(cm), 0);

#### Alleviation:



# AMS-03: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveMakerStrategy.sol L269

### Description:

The internal \_depositDaiToAave function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L269:

IERC20(DAI).approve(aavePoolCore, \_amount);

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(aavePoolCore, \_amount);

#### Alleviation:



# AMS-04: Unused return value from call to IERC20.transfer

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L271

### Description:

The internal \_depositDaiToAave function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.transfer function on L271:

aToken.transfer(pool, \_amount);

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeTransfer function in order to protect against failing approvals that do not cause a revert:

aToken.safeTransfer(pool, \_amount);

#### Alleviation:



# AMS-05: Unused return value from call to IERC20.transfer

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveMakerStrategy.sol L283

### Description:

The internal \_handleFee function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.transfer function on L283:

IERC20(pool).transfer(controller.feeCollector(pool), feeInShare);

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeTransfer function in order to protect against failing approvals that do not cause a revert:

IERC20(pool).safeTransfer(controller.feeCollector(pool), feeInShare);

#### Alleviation:



# AMS-06: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L334

### Description:

The internal \_rebalanceEarned function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L334:

IERC20(DAI).approve(address(uniswapRouter), balance);

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(uniswapRouter), balance);

#### Alleviation:



# AMS-07: Unused return value from call to

### IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveMakerStrategy.sol L337

### **Description:**

The internal \_rebalanceEarned function in the AaveMakerStrategy contract ignores the uint256[] memory amounts result from the call to the IUniswapV2Router02.swapExactTokensForTokens function on L337:

uniswapRouter.swapExactTokensForTokens(balance, 1, path, address(this),
now + 30);

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the \_rebalanceEarned function and incorporate them into the system if necessary, such as verifying that the returned amounts match their expected values.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



# AMS-08: Unused return value from call to

### IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L365

### **Description:**

The internal \_resurface function in the AaveMakerStrategy contract ignores the uint256[] memory amounts result from the call to the IUniswapV2Router02.swapExactTokensForTokens function on L365:

```
uniswapRouter.swapExactTokensForTokens(tokenNeeded, 1, path,
address(this), now + 30);
```

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the \_resurface function and incorporate them into the system if necessary, such as verifying that the returned amounts match their expected values.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



## AMS-09: Unused return value from call to IERC20.transferFrom

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L377

## Description:

The internal \_withdrawDaiFromAave function in the AaveMakerStrategy contract ignores the bool result from the call to the IERC20.transferFrom function on L377:

```
aToken.transferFrom(pool, address(this), _amount);
```

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeTransferFrom function in order to protect against failing transfers that do not cause a revert:

```
aToken.safeTransferFrom(pool, address(this), _amount);
```

#### Alleviation:



# AMS-10: Unused return value from call to IERC20.transferFrom

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveMakerStrategy.sol L385

## Description:

The internal \_withdrawExcessDaiFromAave function in the AaveMakerStrategy contract ignores the bool result from the <u>call to the IERC20.transferFrom function on L385:</u>

```
aToken.transferFrom(pool, address(this), _amount);
```

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveMakerStrategy contract, consider utilizing the SafeERC20.safeTransferFrom function in order to protect against failing transfers that do not cause a revert:

```
aToken.safeTransferFrom(pool, address(this), _amount);
```

#### Alleviation:



# AMZ-01: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L89

## Description:

The external approveToken function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L89:

IERC20(DAI).approve(address(cm), MAX\_UINT\_VALUE);

## Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(cm), MAX\_UINT\_VALUE);

#### Alleviation:



# AMZ-02: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L95

## Description:

The external resetApproval function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L95:

IERC20(DAI).approve(address(cm), 0);

## Recommendation:

Reference the documentation for the IERC20.approve function:

https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2 56-

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(cm), 0);

#### Alleviation:



# AMZ-03: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L267

## Description:

The internal \_depositDaiToAave function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L267:

IERC20(DAI).approve(aavePoolCore, \_amount);

#### Recommendation:

Reference the documentation for the IERC20.approve function:

https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2 56-

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(aavePoolCore, \_amount);

#### Alleviation:



# AMZ-04: Unused return value from call to IERC20.transfer

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L285

## Description:

The internal \_handleFee function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.transfer function on L285:

IERC20(pool).transfer(controller.feeCollector(pool), feeInShare);

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2</a> <a href="mailto:56">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeTransfer function in order to protect against failing approvals that do not cause a revert:

IERC20(pool).safeTransfer(controller.feeCollector(pool), feeInShare);

#### Alleviation:



# AMZ-05: Unused return value from call to IERC20.approve

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveV2MakerStrategy.sol L336

## Description:

The internal \_rebalanceEarned function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.approve function on L336:

IERC20(DAI).approve(address(uniswapRouter), balance);

#### Recommendation:

Reference the documentation for the IERC20.approve function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-approve-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeApprove function in order to protect against failing approvals that do not cause a revert:

IERC20(DAI).safeApprove(address(uniswapRouter), balance);

#### Alleviation:



# AMZ-06: Unused return value from call to

#### IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L339

## Description:

The internal \_rebalanceEarned function in the AaveV2MakerStrategy contract ignores the uint256[] memory amounts result from the call to the IUniswapV2Router02.swapExactTokensForTokens function on L339:

uniswapRouter.swapExactTokensForTokens(balance, 1, path, address(this),
now + 30);

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the \_rebalanceEarned function and incorporate them into the system if necessary, such as verifying that the returned amounts match their expected values.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



# AMZ-07: Unused return value from call to

## IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveV2MakerStrategy.sol L367

### Description:

The internal \_resurface function in the AaveV2MakerStrategy contract ignores the uint256[] memory amounts result from the call to the IUniswapV2Router02.swapExactTokensForTokens function on L367:

```
uniswapRouter.swapExactTokensForTokens(tokenNeeded, 1, path,
address(this), now + 30);
```

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the \_resurface function and incorporate them into the system if necessary, such as verifying that the returned amounts match their expected values.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



# AMZ-08: Unused return value from call to IERC20.transferFrom

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2MakerStrategy.sol L379

## Description:

The internal \_withdrawDaiFromAave function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.transferFrom function on L379:

```
aToken.transferFrom(pool, address(this), _amount);
```

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeTransferFrom function in order to protect against failing transfers that do not cause a revert:

```
aToken.safeTransferFrom(pool, address(this), _amount);
```

#### Alleviation:



# AMZ-09: Unused return value from call to IERC20.transferFrom

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveV2MakerStrategy.sol L388

## Description:

The internal \_withdrawExcessDaiFromAave function in the AaveV2MakerStrategy contract ignores the bool result from the call to the IERC20.transferFrom function on L388:

```
aToken.transferFrom(pool, address(this), _amount);
```

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2MakerStrategy contract, consider utilizing the SafeERC20.safeTransferFrom function in order to protect against failing transfers that do not cause a revert:

```
aToken.safeTransferFrom(pool, address(this), _amount);
```

#### Alleviation:



# AVS-01: Unused return value from call to IERC20.transfer

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveV2Strategy.sol L192

## Description:

The internal \_rebalanceEarned function in the AaveV2Strategy contract ignores the bool result from the call to the IERC20.transfer function on L192:

IERC20(pool).transfer(controller.feeCollector(pool), feeInShare);

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2Strategy contract, consider utilizing the SafeERC20.safeTransfer function in order to protect against failing transfers that do not cause a revert:

IERC20(pool).safeTransfer(controller.feeCollector(pool), feeInShare);

#### Alleviation:



# AVS-02: Unused return value from call to IERC20.transferFrom

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/AaveV2Strategy.sol L202

## Description:

The internal \_withdraw function in the AaveV2Strategy contract ignores the bool result from the call to the IERC20.transferFrom function on L202:

```
aToken.transferFrom(pool, address(this), _amount);
```

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transferFrom-address-address-uint256-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the AaveV2Strategy contract, consider utilizing the SafeERC20.safeTransferFrom function in order to protect against failing transfers that do not cause a revert:

```
aToken.safeTransferFrom(pool, address(this), _amount);
```

#### Alleviation:



# AVS-03: Unused return value from call to AaveLendingPool.withdraw

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/AaveV2Strategy.sol L204

## Description:

The internal \_withdraw function in the AaveV2Strategy contract ignores the uint256 result from the call to the AaveLendingPool.withdraw function on L204:

AaveLendingPool(aavePool).withdraw(address(collateralToken), \_amount, \_to);

#### Recommendation:

Determine if the uint256 value returned from the call to the AaveLendingPool.withdraw function should be taken into consideration for the \_withdraw function and incorporate it into the system if necessary.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



## AVS-04: No value returned from \_updatePendingFee function

Туре	Severity	Location
Implementation	<ul><li>Major</li></ul>	contracts/strategies/AaveV2Strategy.sol L225-L227

### Description:

The internal \_updatePendingFee function in the AaveV2Strategy contract specifies that it should return a uint256 value, but does not make use of a named return variable or an explicit return statement:

```
function _updatePendingFee() internal returns (uint256) {
    pendingFee = _calculatePendingFee(aToken.balanceOf(pool));
}
```

#### Recommendation:

Determine if a uint256 value is necessary to be returned from the \_updatePendingFee function and return the appropriate value, or consider removing the return value from the function signature if it is unnecessary:

```
function _updatePendingFee() internal returns (uint256) {
    pendingFee = _calculatePendingFee(aToken.balanceOf(pool));
    return pendingFee;
}
```

```
function _updatePendingFee() internal {
    pendingFee = _calculatePendingFee(aToken.balanceOf(pool));
}
```

## Alleviation:



# CMS-01: Missing zero address validation of \_rewardToken parameter in

#### constructor

Туре	Severity	Location
Volatile Code	<ul><li>Minor</li></ul>	contracts/strategies/CompoundStrategy.sol L36

## Description:

The constructor in the CompoundStrategy contract is missing zero address validation for the \_rewardToken parameter, which has the potential to break the intended functionality of the sweepErc20, isReservedToken and \_claimComp functions.

#### Recommendation:

Consider adding a requirement that the supplied \_rewardToken address parameter must be non-zero in order to prevent breaking reward functionality in the case of a faulty deployment:

require(guardian\_ != address(0));

#### Alleviation:



# CMS-02: Unused return value from call to

## IUniswapV2Router02.swapExactTokensForTokens

Туре	Severity	Location
Volatile Code	<ul><li>Medium</li></ul>	contracts/strategies/CompoundStrategy.sol L190

## Description:

The internal \_claimComp function in the CompoundStrategy contract ignores the uint256[] memory amounts result from the call to the

IUniswapV2Router02.swapExactTokensForTokens function on L190:

uniswapRouter.swapExactTokensForTokens(amt, 1, path, address(this), now +
30);

#### Recommendation:

Reference the documentation for the IUniswapV2Router02.swapExactTokensForTokens function:

https://uniswap.org/docs/v2/smart-contracts/router02/#swapexacttokensfortokens

Determine if the output token amounts should be taken into consideration for the \_claimComp function and incorporate them into the system if necessary, such as verifying that the returned amounts match their expected values.

#### Alleviation:

The issue was acknowledged by the Bloq team, who responded by informing us that they would prefer to make minimal modifications to the forked codebase. The recommendation was not taken into account and the issue still applies.



# CMS-03: Unused return value from call to IERC20.transfer

Туре	Severity	Location
Volatile Code	Medium	contracts/strategies/CompoundStrategy.sol L232

## Description:

The internal \_rebalanceEarned function in the CompoundStrategy contract ignores the bool result from the call to the IERC20.transfer function on L232:

IERC20(pool).transfer(controller.feeCollector(pool), \_feeInShare);

#### Recommendation:

Reference the documentation for the IERC20.transfer function: <a href="https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2">https://docs.openzeppelin.com/contracts/2.x/api/token/erc20#IERC20-transfer-address-uint2</a> <a href="mailto:56-">56-</a>

Since the OpenZeppelin SafeERC20 library is already imported and used in the CompoundStrategy contract, consider utilizing the SafeERC20.safeTransfer function in order to protect against failing transfers that do not cause a revert:

IERC20(pool).safeTransfer(controller.feeCollector(pool), \_feeInShare);

#### Alleviation:



## **Finding Categories**

#### Gas Optimization

Gas Optimization findings refer to exhibits that do not affect the functionality of the code but generate different, more optimal EVM opcodes resulting in a reduction on the total gas cost of a transaction.

#### Arithmetic

Arithmetic exhibits entail findings that relate to mishandling of math formulas, such as overflows, incorrect operations etc.

## Logical Issue

Logical Issue findings are exhibits that detail a fault in the logic of the linked code, such as an incorrect notion on how block.timestamp works.

#### Control Flow

Control Flow findings concern the access control imposed on functions, such as owner-only functions being invoke-able by anyone under certain circumstances.

#### Volatile Code

Volatile Code findings refer to segments of code that behave unexpectedly on certain edge cases that may result in a vulnerability.

#### Data Flow

Data Flow findings describe faults in the way data is handled at rest and in memory, such as the result of a struct assignment operation affecting an in-memory struct rather than an in-storage one.

## Language Specific

Language Specific findings are issues that would only arise within Solidity, i.e. incorrect usage of private or delete.

## Coding Style

Coding Style findings usually do not affect the generated byte-code and comment on how to make the codebase more legible and as a result easily maintainable.

## Inconsistency

Inconsistency findings refer to functions that should seemingly behave similarly yet contain different code, such as a constructor assignment imposing different require statements on the input variables than a setter function.

## Magic Numbers

Magic Number findings refer to numeric literals that are expressed in the codebase in their raw format and should otherwise be specified as constant contract variables aiding in their legibility and maintainability.

## **Compiler Error**

Compiler Error findings refer to an error in the structure of the code that renders it impossible to compile using the specified version of the project.

#### **Dead Code**

Code that otherwise does not affect the functionality of the codebase and can be safely omitted.