

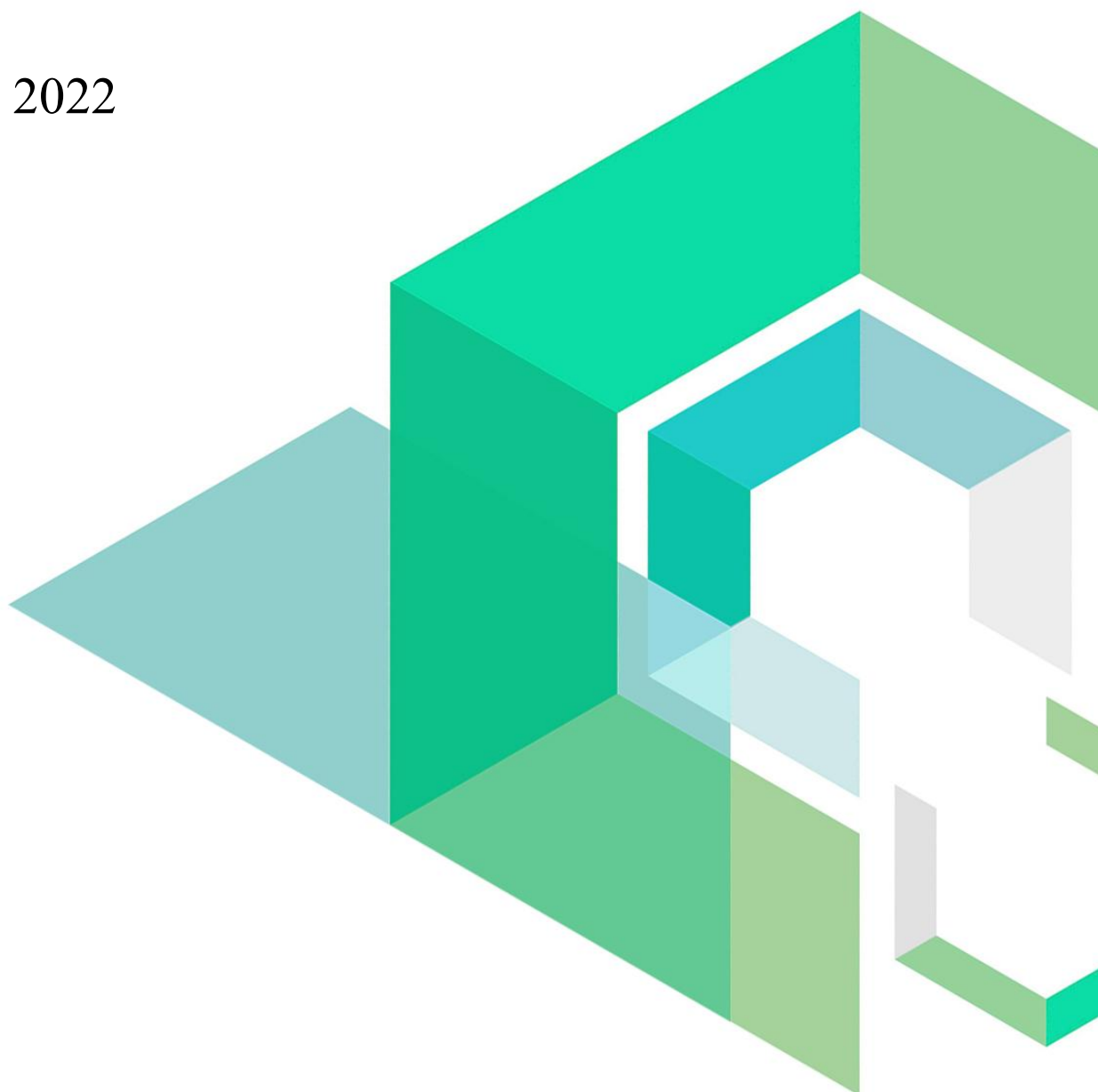
Chiliz Chain 2.0

Smart Contract Security Audit

V1.2

No. 202204271110

Apr 27th, 2022

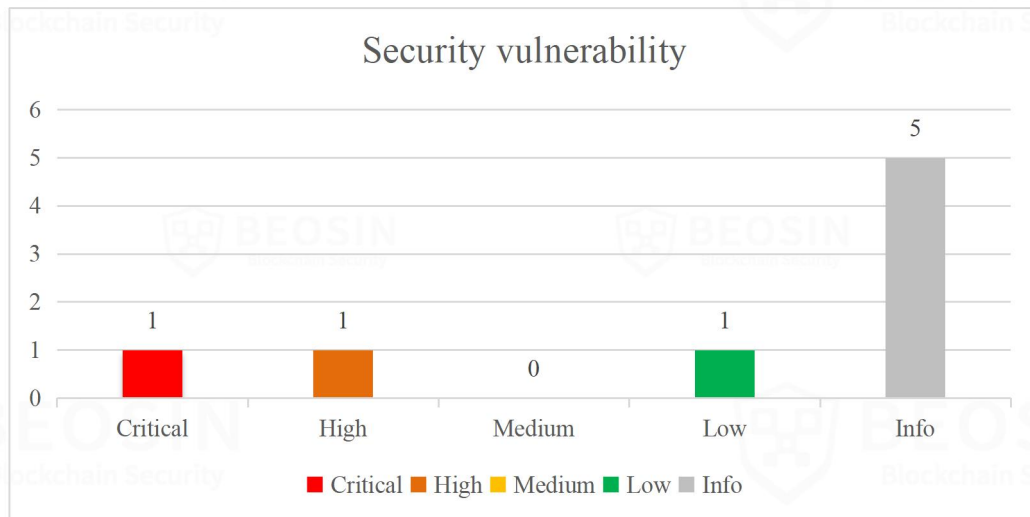


Contents

Summary of audit results	1
1 Overview	2
1.1 Project Overview	2
1.2 Audit Overview	2
2 Findings	3
[Chiliz Chain 2.0-1] A validator can vote multiple times	4
[Chiliz Chain 2.0-2] Poorly designed <i>ctor</i> function	5
[Chiliz Chain 2.0-3] User funds will not be available for withdrawal	6
[Chiliz Chain 2.0-4] The <i>_slashValidator</i> function is not rigorously judged	8
[Chiliz Chain 2.0-5] Poorly designed <i>undelegate</i> function	9
[Chiliz Chain 2.0-6] Poorly designed <i>_delegateTo</i> function	10
[Chiliz Chain 2.0-7] Missing events	11
[Chiliz Chain 2.0-8] Poorly designed <i>claim</i> function	12
3 Appendix	13
3.1 Vulnerability Assessment Metrics and Status in Smart Contracts	13
3.2 Audit Categories	15
3.3 Disclaimer	17
3.4 About BEOSIN	18

Summary of audit results

After auditing, 1 Critical-risk, 1 High-risk, 1 Medium-risk and 5 Info items were identified in the Chiliz Chain 2.0 project. Specific audit details will be presented in the **Findings** section. Users should pay attention to the following aspects when interacting with this project:



- **Project Description:**

1. Business overview

The Staking contract implements the Validator registration function and the user stake function. Anyone can register as a Validator by pledging the corresponding funds through the Staking contract, and after registration, the Validator can only become a Validator if the Governance contract is voted on. The Governance contract can be initiated by the Validator address and must have more than two-thirds of the votes before the proposal can succeed; the RuntimeUpgrade contract is used to upgrade the system contract.

1 Overview

1.1 Project Overview

Project Name	Chiliz Chain 2.0	
Platform	Chiliz Chain	
Github	https://github.com/chiliz-chain/v2-genesis-config/tree/audit-fixes	
Commit	f0ed0ea6e02dad672355ccc69cd49efb07cb68f0	
File Hash (SHA256)	Staking.sol	466e8bf3e88fb7f828bb89fb2b7c21c4e4ca6d042215a8daa1dffab0e512a6c8(Unfixed) ad2fdf8565190b1b9972fe91fa6fa4e044c7f783a5b0423381663f6330d20f83(Fixed)
	StakingPool.sol	1eca905566e42760e6cedcb0e0d9d6ad35e94b3f1d5dd8a857afe1c14cef70bd
	Injector.sol	37a7d2351fa0e9e42907231de3a54651be952c045c45562e846eb1b2787902bf
	RuntimeUpgrade.sol	5b9e85557561c1895c55b1a1b60d8b15112b1fe9864ff18c7d9db5c0dab2050f
	Governance.sol	5c76fc9e0b25d805bc0045a3ecbde8da89b577a243886d99f35a4c8637b3e234(Unfixed) 2caf68fedf5e6ead15f496a8d06dc5c63f003e7bcb8672dd497c55745550e497(Fixed)

1.2 Audit Overview

Audit work duration: April 13, 2022 – April 27, 2022

Update report time: May 5, 2022

Audit methods: Formal Verification, Static Analysis, Typical Case Testing and Manual Review.

Audit team: Beosin Technology Co. Ltd.

2 Findings

Index	Risk description	Severity level	Status
Chiliz Chain 2.0-1	A validator can vote multiple times	Critical	Fixed
Chiliz Chain 2.0-2	Poorly designed <i>ctor</i> function	High	Fixed
Chiliz Chain 2.0-3	User funds will not be available for withdrawal	Low	Fixed
Chiliz Chain 2.0-4	The <i>_slashValidator</i> function is not rigorously judged	Info	Partially Fixed
Chiliz Chain 2.0-5	Poorly designed <i>undelegate</i> function	Info	Fixed
Chiliz Chain 2.0-6	Poorly designed <i>_delegateTo</i> function	Info	Acknowledged
Chiliz Chain 2.0-7	Missing events	Info	Fixed
Chiliz Chain 2.0-8	Poorly designed <i>claim</i> function	Info	Fixed

Risk Details Description:

- Chiliz Chain 2.0-4 is not fully fixed but does not cause security issues.
- Chiliz Chain 2.0-6 is not fixed but does not cause security issues.

[Chiliz Chain 2.0-1] A validator can vote multiple times

Severity Level	Critical
Type	Business Security
Lines	Governance.sol#
Description	In the Governance contract, only the ValidatorOwner address can vote, but in the Staking contract, the ValidatorOwner address can be modified through the <i>changeValidatorOwner</i> function, and then you can still vote.
Recommendations	It is recommended to use validator to count the votes.
Status	Fixed.

```

68
69
70
71
72
73
function _castVote(uint256 proposalId, address account, uint8 support, string memory reason) internal virtual override onlyValidatorOwner(account) returns (uint256) {
    address validatorAddress = _stakingContract.getValidatorByOwner(account);
    return super._castVote(proposalId, validatorAddress, support, reason);
}

```

Figure 1 Source code of *_castVote* function (Fixed)

[Chiliz Chain 2.0-2] Poorly designed *ctor* function

Severity Level	High
Type	Business Security
Lines	Staking.sol#L122
Description	The <i>ctor</i> function in the staking contract should not specify initialStakes, because this function does not transfer the corresponding funds. If the validator has other users participating in the stake, it will cause the validator to withdraw the stake funds of other users.

```

118
119 function ctor(address[] calldata validators, uint256[] calldata initialStakes, uint16 commissionRate) external whenNotInitialized {
120     require(initialStakes.length == validators.length);
121     for (uint256 i = 0; i < validators.length; i++) {
122         _addValidator(validators[i], validators[i], ValidatorStatus.Active, commissionRate, initialStakes[i], 0);
123     }
124 }
125

```

Figure 2 Source code of *ctor* function (Unfixed)

```

485
486 function _addValidator(address validatorAddress, address validatorOwner, ValidatorStatus status, uint16 commissionRate, uint256 initialStake, uint64 sinceEpoch) internal {
487     require(commissionRate >= COMMISSION_RATE_MIN_VALUE && commissionRate <= COMMISSION_RATE_MAX_VALUE, "Staking: bad commission rate");
488     // init validator default params
489     Validator memory validator = _validatorsMap[validatorAddress];
490     require(_validatorsMap[validatorAddress].status == ValidatorStatus.NotFound, "Staking: validator already exist");
491     validator.validatorAddress = validatorAddress;
492     validator.ownerAddress = validatorOwner;
493     validator.status = status;
494     validator.changedAt = sinceEpoch;
495     _validatorsMap[validatorAddress] = validator;
496     // save validator owner
497     require(_validatorOwners[validatorOwner] == address(0x00), "Staking: owner already in use");
498     _validatorOwners[validatorOwner] = validatorAddress;
499     // add new validator to array
500     if (status == ValidatorStatus.Active) {
501         _activeValidatorsList.push(validatorAddress);
502     }
503     // push initial validator snapshot at zero epoch with default params
504     _validatorSnapshots[validatorAddress][sinceEpoch] = ValidatorSnapshot(0, uint128(initialStake / BALANCE_COMPACT_PRECISION), 0, commissionRate);
505     // delegate initial stake to validator owner
506     ValidatorDelegation storage delegation = _validatorDelegations[validatorAddress][validatorOwner];
507     require(delegation.delegateQueue.length == 0, "Staking: delegation queue is not empty");
508     delegation.delegateQueue.push(DelegationOpDelegate(uint128(initialStake / BALANCE_COMPACT_PRECISION), sinceEpoch));
509     // emit event
510     emit ValidatorAdded(validatorAddress, validatorOwner, uint8(status), commissionRate);
511 }
512
513

```

Figure 3 Source code of *_addValidator* function

Recommendations It is recommended to set initialStakes to zero.

Status Fixed.

```

118
119 function ctor(address[] calldata validators, uint256[] calldata initialStakes, uint16 commissionRate) external whenNotInitialized {
120     require(initialStakes.length == validators.length);
121     uint256 totalStakes = 0;
122     for (uint256 i = 0; i < validators.length; i++) {
123         _addValidator(validators[i], validators[i], ValidatorStatus.Active, commissionRate, initialStakes[i], 0);
124         totalStakes += initialStakes[i];
125     }
126     require(address(this).balance == totalStakes, "Staking: initial stake balance mismatch");
127 }
128

```

Figure 4 Source code of *ctor* function (Fixed)

[Chiliz Chain 2.0-3] User funds will not be available for withdrawal

Severity Level	Low
Type	Business Security
Lines	Staking.sol#L313, 535-544
Description	After the validator is deleted through governance, if the validator has stake funds, the user will not be able to withdraw the funds staked on the validator.

```

513
514 function removeValidator(address account) external onlyFromGovernance virtual override {
515     _removeValidator(account);
516 }
517
518 function _removeValidatorFromActiveList(address validatorAddress) internal {
519     // find index of validator in validator set
520     int256 indexOf = - 1;
521     for (uint256 i = 0; i < _activeValidatorsList.length; i++) {
522         if (_activeValidatorsList[i] != validatorAddress) continue;
523         indexOf = int256(i);
524         break;
525     }
526     // remove validator from array (since we remove only active it might not exist in the list)
527     if (indexOf >= 0) {
528         if (_activeValidatorsList.length > 1 && uint256(indexOf) != _activeValidatorsList.length - 1) {
529             _activeValidatorsList[uint256(indexOf)] = _activeValidatorsList[_activeValidatorsList.length - 1];
530         }
531         _activeValidatorsList.pop();
532     }
533 }
534
535 function _removeValidator(address account) internal {
536     Validator memory validator = _validatorsMap[account];
537     require(validator.status != ValidatorStatus.NotFound, "Staking: validator not found");
538     // remove validator from active list if exists
539     _removeValidatorFromActiveList(account);
540     // remove from validators map
541     delete _validatorOwners[validator.ownerAddress];
542     delete _validatorsMap[account];
543     // emit event about it
544     emit ValidatorRemoved(account);
545 }
546

```

Figure 5 Source code of `_removeValidator` function

```

306
307 function _undelagateFrom(address toDelegator, address fromValidator, uint256 amount) internal {
308     // check minimum delegate amount
309     require(amount >= _chainConfigContract.getMinStakingAmount() && amount != 0, "Staking: amount is too low");
310     require(amount % BALANCE_COMPACT_PRECISION == 0, "Staking: amount have a remainder");
311     // make sure validator exists at least
312     Validator memory validator = _validatorsMap[fromValidator];
313     require(validator.status != ValidatorStatus.NotFound, "Staking: validator not found");
314     uint64 beforeEpoch = _nextEpoch();
315     // Lets upgrade next snapshot parameters:
316     // + find snapshot for the next epoch after current block
317     // + Increase total delegated amount in the next epoch for this validator
318     // + re-save validator because last affected epoch might change
319     ValidatorSnapshot storage validatorSnapshot = _touchValidatorSnapshot(validator, beforeEpoch);
320     require(validatorSnapshot.totalDelegated >= uint112(amount / BALANCE_COMPACT_PRECISION), "Staking: insufficient balance");
321     validatorSnapshot.totalDelegated += uint112(amount / BALANCE_COMPACT_PRECISION);
322     _validatorsMap[fromValidator] = validator;
323     // If last pending delegate has the same next epoch then its safe to just increase total
324     // staked amount because it can't affect current validator set, but otherwise we must create
325     // new record in delegation queue with the last epoch (delegations are ordered by epoch)
326     ValidatorDelegation storage delegation = _validatorDelegations[fromValidator][toDelegator];
327     require(delegation.delegateQueue.length > 0, "Staking: delegation queue is empty");
328     DelegationOpDelegate storage recentDelegateOp = delegation.delegateQueue[delegation.delegateQueue.length - 1];
329     require(recentDelegateOp.amount >= uint64(amount / BALANCE_COMPACT_PRECISION), "Staking: insufficient balance");
330     uint112 nextDelegatedAmount = recentDelegateOp.amount - uint112(amount / BALANCE_COMPACT_PRECISION);
331     if (recentDelegateOp.epoch >= beforeEpoch) {
332         // decrease total delegated amount for the next epoch
333         recentDelegateOp.amount = nextDelegatedAmount;
334     } else {
335         // there is no pending delegations, so lets create the new one with the new amount
336         delegation.delegateQueue.push(DelegationOpDelegate({epoch: beforeEpoch, amount: nextDelegatedAmount}));
337     }
338     // create new undelegate queue operation with soft lock
339     delegation.undelegateQueue.push(DelegationOpUndelegate({amount: uint112(amount / BALANCE_COMPACT_PRECISION), epoch: beforeEpoch + _chainConfigContract.getUndelegatePeriod()}));
340     // emit event with the next epoch number
341     emit Undelegated(fromValidator, toDelegator, amount, beforeEpoch);
342 }
343

```

Figure 6 Source code of `_undelagateFrom` function (Unfixed)

Recommendations	It is recommended to remove the validator after the funds in the validator have been withdrawn.
-----------------	---

Status

Fixed.

```

310
311 ✓
312 // check minimum delegate amount
313 require(amount >= _chainConfigContract.getMinStakingAmount() && amount != 0, "Staking: amount is too low");
314 require(amount % BALANCE_COMPACT_PRECISION == 0, "Staking: amount have a remainder");
315 // make sure validator exists at least
316 Validator memory validator = _validatorsMap[fromValidator];
317 uint64 beforeEpoch = _nextEpoch();
318 // Lets upgrade next snapshot parameters:
319 // + find snapshot for the next epoch after current block
320 // + increase total delegated amount in the next epoch for this validator
321 // + re-save validator because last affected epoch might change
322 ValidatorSnapshot storage validatorSnapshot = _touchValidatorSnapshot(validator, beforeEpoch);
323 require(validatorSnapshot.totalDelegated >= uint112(amount / BALANCE_COMPACT_PRECISION), "Staking: insufficient balance");
324 validatorSnapshot.totalDelegated += uint112(amount / BALANCE_COMPACT_PRECISION);
325 _validatorsMap[fromValidator] = validator;
326 // if last pending delegate has the same next epoch then its safe to just increase total
327 // staked amount because it can't affect current validator set, but otherwise we must create
328 // new record in delegation queue with the last epoch (delegations are ordered by epoch)
329 ValidatorDelegation storage delegation = _validatorDelegations[fromValidator][toDelegator];
330 require(delegation.delegateQueue.length > 0, "Staking: delegation queue is empty");
331 DelegationOpDelegate storage recentDelegateOp = delegation.delegateQueue[delegation.delegateQueue.length - 1];
332 require(recentDelegateOp.amount >= uint64(amount / BALANCE_COMPACT_PRECISION), "Staking: insufficient balance");
333 uint112 nextDelegatedAmount = recentDelegateOp.amount - uint112(amount / BALANCE_COMPACT_PRECISION);
334 ✓ if (recentDelegateOp.epoch >= beforeEpoch) {
335     // decrease total delegated amount for the next epoch
336     recentDelegateOp.amount = nextDelegatedAmount;
337 ✓ } else {
338     // there is no pending delegations, so lets create the new one with the new amount
339     delegation.delegateQueue.push(DelegationOpDelegate({epoch : beforeEpoch, amount : nextDelegatedAmount}));
340 }
341 // create new undelegate queue operation with soft lock
342 delegation.undelegateQueue.push(DelegationOpUndelegate({amount : uint112(amount / BALANCE_COMPACT_PRECISION), epoch : beforeEpoch + _chainConfigContract.getUndelegatePeriod()}))
343 // emit event with the next epoch number
344 emit Undelegated(fromValidator, toDelegator, amount, beforeEpoch);
345
346

```

Figure 7 Source code of `_undelegateFrom` function (Fixed)

[Chiliz Chain 2.0-4] The `_slashValidator` function is not rigorously judged

Severity Level	Info
Type	Business Security
Lines	Staking.sol#L741,743
Description	In the <code>_slashValidator</code> function, " <code>validator.status != ValidatorStatus.NotFound</code> " is judged, because "make sure validator was active" is also written in the comment. So the function here should judge <code>validator.status == ValidatorStatus.Active</code> .

```

739
740 ✓ function _slashValidator(address validatorAddress) internal {
741     // make sure validator was active
742     Validator memory validator = _validatorsMap[validatorAddress];
743     require(validator.status != ValidatorStatus.NotFound, "Staking: validator not found");
744     uint64 epoch = _currentEpoch();
745     // increase slashes for current epoch
746     ValidatorSnapshot storage currentSnapshot = _touchValidatorSnapshot(validator, epoch);
747     uint32 slashesCount = currentSnapshot.slashesCount + 1;
748     currentSnapshot.slashesCount = slashesCount;
749     // validator state might change, lets update it
750     _validatorsMap[validatorAddress] = validator;
751     // if validator has a lot of misses then put it in jail for 1 week (if epoch is 1 day)
752 ✓ if (slashesCount == _chainConfigContract.getFelonyThreshold()) {
753     validator.jailedBefore = _currentEpoch() + _chainConfigContract.getValidatorJailEpochLength();
754     validator.status = ValidatorStatus.Jail;
755     _removeValidatorFromActiveList(validatorAddress);
756     _validatorsMap[validatorAddress] = validator;
757     emit ValidatorJailed(validatorAddress, epoch);
758 }
759 // emit event
760 emit ValidatorSlashed(validatorAddress, slashesCount, epoch);
761 }
762
763

```

Figure 8 Source code of `_slashValidator` function (Unfixed)

Recommendations It is recommended to determine the status of the validator as active.

Status Partially Fixed. Project party description: Validator can be slashed even if this validator is already in jail because epoch might be still active where this validator is in the active validator set. They've changed the misleading comment for this line.

```

740
741 ✓ function _slashValidator(address validatorAddress) internal {
742     // make sure validator exists
743     Validator memory validator = _validatorsMap[validatorAddress];
744     require(validator.status != ValidatorStatus.NotFound, "Staking: validator not found");
745     uint64 epoch = _currentEpoch();
746     // increase slashes for current epoch
747     ValidatorSnapshot storage currentSnapshot = _touchValidatorSnapshot(validator, epoch);
748     uint32 slashesCount = currentSnapshot.slashesCount + 1;
749     currentSnapshot.slashesCount = slashesCount;
750     // validator state might change, lets update it
751     _validatorsMap[validatorAddress] = validator;
752     // if validator has a lot of misses then put it in jail for 1 week (if epoch is 1 day)
753 ✓ if (slashesCount == _chainConfigContract.getFelonyThreshold()) {
754     validator.jailedBefore = _currentEpoch() + _chainConfigContract.getValidatorJailEpochLength();
755     validator.status = ValidatorStatus.Jail;
756     _removeValidatorFromActiveList(validatorAddress);
757     _validatorsMap[validatorAddress] = validator;
758     emit ValidatorJailed(validatorAddress, epoch);
759 }
760 // emit event
761 emit ValidatorSlashed(validatorAddress, slashesCount, epoch);
762 }
763

```

Figure 9 Source code of `_slashValidator` function (Partially Fixed)

[Chiliz Chain 2.0-5] Poorly designed *undelegate* function

Severity Level	Info
Type	Business Security
Lines	Staking.sol#L216
Description	In the <i>undelegate</i> function, there is no operation on msg.value.

```

214
215
216 ✓ function undelegate(address validatorAddress, uint256 amount) payable external override {
217     _undelegateFrom(msg.sender, validatorAddress, amount);
218 }
219

```

Figure 10 Source code of *undelegate* function (Unfixed)

Recommendations	It is recommended to delete the payable.
Status	Fixed.

```

215
216 ✓ function undelegate(address validatorAddress, uint256 amount) external override {
217     _undelegateFrom(msg.sender, validatorAddress, amount);
218 }
219

```

Figure 11 Source code of *undelegate* function (Fixed)

[Chiliz Chain 2.0-6] Poorly designed `_delegateTo` function

Severity Level	Info
Type	Business Security
Lines	Staking.sol#L277
Description	In the <code>_delegateTo</code> function of StakingPool, it is judged as "validator.status != ValidatorStatus.NotFound", which means that when the validator's status is Pending or Jail, users can also stake.

```

270 function _delegateTo(address fromDelegator, address toValidator, uint256 amount) internal {
271     // check is minimum delegate amount
272     require(amount >= _chainConfigContract.getMinStakingAmount() && amount != 0, "Staking: amount is too low");
273     require(amount % BALANCE_COMPACT_PRECISION == 0, "Staking: amount have a remainder");
274     // make sure amount is greater than min staking amount
275     // make sure validator exists at least
276     Validator memory validator = _validatorsMap[toValidator];
277     require(validator.status != ValidatorStatus.NotFound, "Staking: validator not found");
278     uint64 atEpoch = _nextEpoch();
279     // Lets upgrade next snapshot parameters:
280     // + find snapshot for the next epoch after current block
281     // + increase total delegated amount in the next epoch for this validator
282     // + re-save validator because last affected epoch might change
283     ValidatorSnapshot storage validatorSnapshot = _touchValidatorSnapshot(validator, atEpoch);
284     validatorSnapshot.totalDelegated += uint112(amount / BALANCE_COMPACT_PRECISION);
285     _validatorsMap[toValidator] = validator;
286     // if last pending delegate has the same next epoch then its safe to just increase total
287     // staked amount because it can't affect current validator set, but otherwise we must create
288     // new record in delegation queue with the last epoch (delegations are ordered by epoch)
289     ValidatorDelegation storage delegation = _validatorDelegations[toValidator][fromDelegator];
290     if (delegation.delegateQueue.length > 0) {
291         DelegationOpDelegate storage recentDelegateOp = delegation.delegateQueue[delegation.delegateQueue.length - 1];
292         // if we already have pending snapshot for the next epoch then just increase new amount,
293         // otherwise create next pending snapshot. (tbh it can't be greater, but what we can do here instead?)
294         if (recentDelegateOp.epoch >= atEpoch) {
295             recentDelegateOp.amount += uint112(amount / BALANCE_COMPACT_PRECISION);
296         } else {
297             delegation.delegateQueue.push(DelegationOpDelegate({epoch : atEpoch, amount : recentDelegateOp.amount + uint112(amount / BALANCE_COMPACT_PRECISION)}));
298         }
299     } else {
300         // there is no any delegations at all, lets create the first one
301         delegation.delegateQueue.push(DelegationOpDelegate({epoch : atEpoch, amount : uint112(amount / BALANCE_COMPACT_PRECISION)}));
302     }
303     // emit event with the next epoch
304     emit Delegated(toValidator, fromDelegator, amount, atEpoch);
305 }

```

Figure 12 Source code of `preMint` function (Unfixed)

Recommendations	It is recommended that when the state of the Validator is active before it can be staked.
Status	Acknowledged. Project party description: They can't limit validators from being elected even if they are in jail or not active. Stakers who delegate money to jailed or inactive validators will be punished because they won't gain any rewards for it. But the validator owner might want to increase the total staked amount for his validator just to increase its position in the active validator list and be prepared for validating blocks right after the jail period ends.

[Chiliz Chain 2.0-7] Missing events

Severity Level	Info
Type	Business Security
Lines	Staking.sol#L551-569
Description	The <code>_disableValidator</code> and <code>_activateValidator</code> functions in the Staking contract lack the corresponding event triggers,

```

551 ~ function _activateValidator(address validatorAddress) internal {
552     Validator memory validator = _validatorsMap[validatorAddress];
553     require(_validatorsMap[validatorAddress].status == ValidatorStatus.Pending, "Staking: not pending validator");
554     _activeValidatorsList.push(validatorAddress);
555     validator.status = ValidatorStatus.Active;
556     _validatorsMap[validatorAddress] = validator;
557 }
558
559 ~ function disableValidator(address validator) external onlyFromGovernance virtual override {
560     _disableValidator(validator);
561 }
562
563 ~ function _disableValidator(address validatorAddress) internal {
564     Validator memory validator = _validatorsMap[validatorAddress];
565     require(_validatorsMap[validatorAddress].status == ValidatorStatus.Active, "Staking: not active validator");
566     _removeValidatorFromActiveList(validatorAddress);
567     validator.status = ValidatorStatus.Pending;
568     _validatorsMap[validatorAddress] = validator;
569 }

```

Figure 13 Source code of `_disableValidator`& `_activateValidator` functions (Unfixed)

Recommendations It is recommended to add their event triggers.

Status Fixed.

```

551 ~ function _activateValidator(address validatorAddress) internal {
552     Validator memory validator = _validatorsMap[validatorAddress];
553     require(_validatorsMap[validatorAddress].status == ValidatorStatus.Pending, "Staking: not pending validator");
554     _activeValidatorsList.push(validatorAddress);
555     validator.status = ValidatorStatus.Active;
556     _validatorsMap[validatorAddress] = validator;
557     ValidatorSnapshot storage snapshot = _touchValidatorSnapshot(validator, _nextEpoch());
558     emit ValidatorModified(validatorAddress, validator.ownerAddress, uint8(validator.status), snapshot.commissionRate);
559 }
560
561 ~ function disableValidator(address validator) external onlyFromGovernance virtual override {
562     _disableValidator(validator);
563 }
564
565 ~ function _disableValidator(address validatorAddress) internal {
566     Validator memory validator = _validatorsMap[validatorAddress];
567     require(_validatorsMap[validatorAddress].status == ValidatorStatus.Active, "Staking: not active validator");
568     _removeValidatorFromActiveList(validatorAddress);
569     validator.status = ValidatorStatus.Pending;
570     _validatorsMap[validatorAddress] = validator;
571     ValidatorSnapshot storage snapshot = _touchValidatorSnapshot(validator, _nextEpoch());
572     emit ValidatorModified(validatorAddress, validator.ownerAddress, uint8(validator.status), snapshot.commissionRate);
573 }

```

Figure 14 Source code of `_disableValidator`& `_activateValidator` functions (Fixed)

[Chiliz Chain 2.0-8] Poorly designed *claim* function

Severity Level	Info
Type	Business Security
Lines	StakingPool.sol#L166
Description	When the user does not cancel the stake, the pendingUnstake.epoch at this time is equal to zero, then the use of greater than or equal to zero here is constant.

```

160
161
162 function claim(address validator) external advanceStakingRewards(validator) override {
163     PendingUnstake memory pendingUnstake = _pendingUnstakes[validator][msg.sender];
164     uint256 amount = pendingUnstake.amount;
165     uint256 shares = pendingUnstake.shares;
166     // make sure user have pending unstake
167     require(pendingUnstake.epoch >= 0, "StakingPool: nothing to claim");
168     require(pendingUnstake.epoch <= _stakingContract.currentEpoch(), "StakingPool: not ready");
169     // updates shares and validator pool params
170     _stakerShares[validator][msg.sender] -= shares;
171     ValidatorPool memory validatorPool = _getValidatorPool(validator);
172     validatorPool.sharesSupply -= shares;
173     validatorPool.totalStakedAmount -= amount;
174     validatorPool.pendingUnstake -= amount;
175     _validatorPools[validator] = validatorPool;
176     // remove pending claim
177     delete _pendingUnstakes[validator][msg.sender];
178     // its safe to use call here (state is clear)
179     require(address(this).balance >= amount, "StakingPool: not enough balance");
180     payable(address(msg.sender)).transfer(amount);
181     // emit event
182     emit Claim(validator, msg.sender, amount);
183 }
184
185
186
187

```

Figure 15 Source code of *claim* function (Unfixed)

Recommendations It is recommended to modify it to be greater than zero.

Status Fixed.

```

160
161
162 function claim(address validator) external advanceStakingRewards(validator) override {
163     PendingUnstake memory pendingUnstake = _pendingUnstakes[validator][msg.sender];
164     uint256 amount = pendingUnstake.amount;
165     uint256 shares = pendingUnstake.shares;
166     // make sure user have pending unstake
167     require(pendingUnstake.epoch > 0, "StakingPool: nothing to claim");
168     require(pendingUnstake.epoch <= _stakingContract.currentEpoch(), "StakingPool: not ready");
169     // updates shares and validator pool params
170     _stakerShares[validator][msg.sender] -= shares;
171     ValidatorPool memory validatorPool = _getValidatorPool(validator);
172     validatorPool.sharesSupply -= shares;
173     validatorPool.totalStakedAmount -= amount;
174     validatorPool.pendingUnstake -= amount;
175     _validatorPools[validator] = validatorPool;
176     // remove pending claim
177     delete _pendingUnstakes[validator][msg.sender];
178     // its safe to use call here (state is clear)
179     require(address(this).balance >= amount, "StakingPool: not enough balance");
180     payable(address(msg.sender)).transfer(amount);
181     // emit event
182     emit Claim(validator, msg.sender, amount);
183 }
184
185 receive() external payable {
186     require(address(msg.sender) == address(_stakingContract));
187 }
188
189
190
191

```

Figure 16 Source code of *claim* function (Fixed)

3 Appendix

3.1 Vulnerability Assessment Metrics and Status in Smart Contracts

3.1.1 Metrics

In order to objectively assess the severity level of vulnerabilities in blockchain systems, this report provides detailed assessment metrics for security vulnerabilities in smart contracts with reference to CVSS 3.1 (Common Vulnerability Scoring System Ver 3.1).

According to the severity level of vulnerability, the vulnerabilities are classified into four levels: "critical", "high", "medium" and "low". It mainly relies on the degree of impact and likelihood of exploitation of the vulnerability, supplemented by other comprehensive factors to determine of the severity level.

Impact Likelihood	Severe	High	Medium	Low
Probable	Critical	High	Medium	Low
Possible	High	High	Medium	Low
Unlikely	Medium	Medium	Low	Info
Rare	Low	Low	Info	Info

3.1.2 Degree of impact

- **Severe**

Severe impact generally refers to the vulnerability can have a serious impact on the confidentiality, integrity, availability of smart contracts or their economic model, which can cause substantial economic losses to the contract business system, large-scale data disruption, loss of authority management, failure of key functions, loss of credibility, or indirectly affect the operation of other smart contracts associated with it and cause substantial losses, as well as other severe and mostly irreversible harm.

- **High**

High impact generally refers to the vulnerability can have a relatively serious impact on the confidentiality, integrity, availability of the smart contract or its economic model, which can cause a greater economic loss, local functional unavailability, loss of credibility and other impact to the contract business system.

- **Medium**

Medium impact generally refers to the vulnerability can have a relatively minor impact on the confidentiality, integrity, availability of the smart contract or its economic model, which can cause a small amount of economic loss to the contract business system, individual business unavailability and other impact.

- **Low**

Low impact generally refers to the vulnerability can have a minor impact on the smart contract, which can pose certain security threat to the contract business system and needs to be improved.

3.1.4 Likelihood of Exploitation

- **Probable**

Probable likelihood generally means that the cost required to exploit the vulnerability is low, with no special exploitation threshold, and the vulnerability can be triggered consistently.

- **Possible**

Possible likelihood generally means that exploiting such vulnerability requires a certain cost, or there are certain conditions for exploitation, and the vulnerability is not easily and consistently triggered.

- **Unlikely**

Unlikely likelihood generally means that the vulnerability requires a high cost, or the exploitation conditions are very demanding and the vulnerability is highly difficult to trigger.

- **Rare**

Rare likelihood generally means that the vulnerability requires an extremely high cost or the conditions for exploitation are extremely difficult to achieve.

3.1.5 Fix Results Status

Status	Description
Fixed	The project party fully fixes a vulnerability.
Partially Fixed	The project party did not fully fix the issue, but only mitigated the issue.
Acknowledged	The project party confirms and chooses to ignore the issue.

3.2 Audit Categories

No.	Categories	Subitems
1	Coding Conventions	Compiler Version Security
		Deprecated Items
		Redundant Code
		require/assert Usage
		Gas Consumption
2	General Vulnerability	Integer Overflow/Underflow
		Reentrancy
		Pseudo-random Number Generator (PRNG)
		Transaction-Ordering Dependence
		DoS (Denial of Service)
		Function Call Permissions
		call/delegatecall Security
		Returned Value Security
		tx.origin Usage
		Replay Attack
		Overriding Variables
		Third-party protocol interface consistency
3	Business Security	Business Logics
		Business Implementations
		Manipulable token price
		Centralized asset control
		Asset tradability
		Arbitrage attack

Beosin classified the security issues of smart contracts into three categories: Coding Conventions, General Vulnerability, Business Security. Their specific definitions are as follows:

- **Coding Conventions**

Audit whether smart contracts follow recommended language security coding practices. For example, smart contracts developed in Solidity language should fix the compiler version and do not use deprecated keywords.

- **General Vulnerability**

General Vulnerability include some common vulnerabilities that may appear in smart contract projects. These vulnerabilities are mainly related to the characteristics of the smart contract itself, such as integer overflow/underflow and denial of service attacks.

- **Business Security**

Business security is mainly related to some issues related to the business realized by each project, and has a relatively strong pertinence. For example, whether the lock-up plan in the code match the white paper, or the flash loan attack caused by the incorrect setting of the price acquisition oracle.

*Note that the project may suffer stake losses due to the integrated third-party protocol. This is not something Beosin can control. Business security requires the participation of the project party. The project party and users need to stay vigilant at all times.

3.3 Disclaimer

The Audit Report issued by Beosin is related to the services agreed in the relevant service agreement. The Project Party or the Served Party (hereinafter referred to as the "Served Party") can only be used within the conditions and scope agreed in the service agreement. Other third parties shall not transmit, disclose, quote, rely on or tamper with the Audit Report issued for any purpose.

The Audit Report issued by Beosin is made solely for the code, and any description, expression or wording contained therein shall not be interpreted as affirmation or confirmation of the project, nor shall any warranty or guarantee be given as to the absolute flawlessness of the code analyzed, the code team, the business model or legal compliance.

The Audit Report issued by Beosin is only based on the code provided by the Served Party and the technology currently available to Beosin. However, due to the technical limitations of any organization, and in the event that the code provided by the Served Party is missing information, tampered with, deleted, hidden or subsequently altered, the audit report may still fail to fully enumerate all the risks.

The Audit Report issued by Beosin in no way provides investment advice on any project, nor should it be utilized as investment suggestions of any type. This report represents an extensive evaluation process designed to help our customers improve code quality while mitigating the high risks in Blockchain.

3.4 About BEOSIN

Affiliated to BEOSIN Technology Pte. Ltd., BEOSIN is the first institution in the world specializing in the construction of blockchain security ecosystem. The core team members are all professors, postdocs, PhDs, and Internet elites from world-renowned academic institutions. BEOSIN has more than 20 years of research in formal verification technology, trusted computing, mobile security and kernel security, with overseas experience in studying and collaborating in project research at well-known universities. Through the security audit and defense deployment of more than 2,000 smart contracts, over 50 public blockchains and wallets, and nearly 100 exchanges worldwide, BEOSIN has accumulated rich experience in security attack and defense of the blockchain field, and has developed several security products specifically for blockchain.

Official Website

<https://www.beosin.com>

Telegram

<https://t.me/+dD8Bnqd133RmNWNl>

Twitter

https://twitter.com/Beosin_com

Email

Contact@beosin.com

