

# SMART CONTRACT CODE REVIEW AND SECURITY ANALYSIS REPORT



Customer: FEAR

Date: October 29<sup>th</sup>, 2021



This document may contain confidential information about IT systems and the intellectual property of the Customer as well as information about potential vulnerabilities and methods of their exploitation.

The report containing confidential information can be used internally by the Customer, or it can be disclosed publicly after all vulnerabilities are fixed — upon a decision of the Customer.

#### **Document**

Name	Smart Contract Code Review and Security Analysis Report for FEAR.	
Approved by	Andrew Matiukhin   CTO Hacken OU	
Туре	ERC20 token; Staking	
Platform	Polygon / Solidity	
Methods	Architecture Review, Functional Testing, Computer-Aided Verification, Manual Review	
Zip archive	FearContracts.zip	
Commit	8b88156e1cfe5a3fd9879af6a39ea601518513d6	
Technical	YES	
Documentation		
JS tests	YES	
Website	fear.io	
Timeline	25 OCTOBER 2021 - 29 OCTOBER 2021	
Changelog	29 OCTOBER 2021 - INITIAL AUDIT	





## Table of contents

Introduction	
Scope	4
Executive Summary	5
Severity Definitions	7
Audit overview	8
Conclusion	10
Disclaimers	11



#### Introduction

Hacken OÜ (Consultant) was contracted by FEAR (Customer) to conduct a Smart Contract Code Review and Security Analysis. This report presents the findings of the security assessment of the Customer's smart contract and its code review conducted between October  $25^{\rm th}$ , 2021 - October  $29^{\rm th}$ , 2021.

## Scope

The scope of the project is smart contracts in the repository:

Zip archive:

FearContracts.zip

Commit:

8b88156e1cfe5a3fd9879af6a39ea601518513d6

Technical Documentation: Yes, provided in text

JS tests: Yes Contracts:

FearPlayToEarn.sol

We have scanned this smart contract for commonly known and more specific vulnerabilities. Here are some of the commonly known vulnerabilities that are considered:

Category	Check Item	
Code review	<ul><li>Reentrancy</li></ul>	
	• Ownership Takeover	
	<ul><li>Timestamp Dependence</li></ul>	
	■ Gas Limit and Loops	
	<ul><li>DoS with (Unexpected) Throw</li></ul>	
	<ul><li>DoS with Block Gas Limit</li></ul>	
	<ul> <li>Transaction-Ordering Dependence</li> </ul>	
	<ul><li>Style guide violation</li></ul>	
	<ul><li>Costly Loop</li></ul>	
	■ ERC20 API violation	
	<ul><li>Unchecked external call</li></ul>	
	<ul><li>Unchecked math</li></ul>	
	<ul><li>Unsafe type inference</li></ul>	
	<ul> <li>Implicit visibility level</li> </ul>	
	<ul><li>Deployment Consistency</li></ul>	
	<ul><li>Repository Consistency</li></ul>	
	<ul><li>Data Consistency</li></ul>	



Functional review	<ul><li>Business Logics Review</li></ul>
	<ul><li>Functionality Checks</li></ul>
	<ul><li>Access Control &amp; Authorization</li></ul>
	<ul><li>Escrow manipulation</li></ul>
	<ul><li>Token Supply manipulation</li></ul>
	<ul><li>Assets integrity</li></ul>
	<ul> <li>User Balances manipulation</li> </ul>
	<ul> <li>Data Consistency manipulation</li> </ul>

### Kill-Switch Mechanism

Operation Trails & Event Generation

## **Executive Summary**

According to the assessment, the Customer's smart contracts are well-secured.

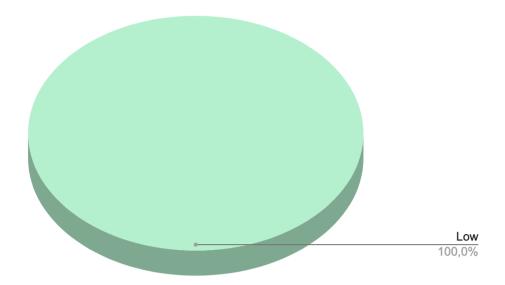
Insecure	Poor secured	Secured	Well-secured
		You are here	

Our team performed an analysis of code functionality, manual audit, and automated checks with Mythril and Slither. All issues found during automated analysis were manually reviewed, and important vulnerabilities are presented in the Audit overview section. All found issues can be found in the Audit overview section.

As a result of the audit, security engineers found 4 low severity issues.



Graph 1. The distribution of vulnerabilities after the audit.





# **Severity Definitions**

Risk Level	Description	
Critical	Critical vulnerabilities are usually straightforward to exploit and can lead to assets loss or data manipulations.	
High	High-level vulnerabilities are difficult to exploit; however, they also have a significant impact on smart contract execution, e.g., public access to crucial functions	
Medium	Medium-level vulnerabilities are important to fix; however, they can't lead to assets loss or data manipulations.	
Low	Low-level vulnerabilities are mostly related to outdated, unused, etc. code snippets that can't have a significant impact on execution	



#### Audit overview

#### ■ ■ ■ Critical

No critical issues were found.

#### High

No high severity issues were found.

#### ■ Medium

No medium severity issues were found.

#### Low

1. Unavailable tokens after changing milestones (if only one milestone is active at the time) or inconsistency in view methods (if more than one milestones are active at the time).

Contracts: FearPlayToEarn.sol

Every milestone has a single flag <u>enabled</u> that controls users' ability to both stake and unstake. If only one milestone is enabled at the time, the user is not able to unstake tokens from past milestones. If more than one milestone is enabled, information in variables <u>fearStakers</u> and <u>stakingTime</u> could become inconsistent.

**Recommendation**: add the ability to unstake from disabled milestones, store set of stakers and staking time separately for each milestone.

2. The owner has too broad power over the contract.

The owner has the ability to directly change the number of tokens staked for any address, withdraw any amount of any ERC20 token from the staking contract, including the FEAR token itself, all that without emitting any event.

Contracts: FearPlayToEarn.sol

Functions: setPlayerTokens, emergencyAssetWithdrawal

**Recommendation**: Remove the ability for the owner to directly manipulate with player tokens, add a check to prevent withdrawal FEAR tokens. If described functionality is necessary, please emit events on these methods for better tracking off-chain.



3. Missing event for changing <u>fearToken</u>, <u>nftToken</u>, stakeLockPeriod

Contracts: FearPlayToEarn.sol

Functions: setPlayToEarn, setFearTokenContract, setStakeLockPeriod

Changing critical values should be followed by the event emitting for better tracking off-chain.

Recommendation: Please emit events on the critical values changing.

4. A public function that could be declared external

public functions that are never called by the contract should be declared external to save gas.

Contracts: FearPlayToEarn.sol

Function: getRemainingStakeAllowed

Recommendation: Use the **external** attribute for functions never called from the contract.



## Conclusion

Smart contracts within the scope were manually reviewed and analyzed with static analysis tools.

The audit report contains all found security vulnerabilities and other issues in the reviewed code.

As a result of the audit, security engineers found 4 low severity issues.



#### **Disclaimers**

#### Hacken Disclaimer

The smart contracts given for audit have been analyzed in accordance with the best industry practices at the date of this report, in relation to cybersecurity vulnerabilities and issues in smart contract source code, the details of which are disclosed in this report (Source Code); the Source Code compilation, deployment, and functionality (performing the intended functions).

The audit makes no statements or warranties on the security of the code. It also cannot be considered as a sufficient assessment regarding the utility and safety of the code, bug-free status, or any other statements of the contract. While we have done our best in conducting the analysis and producing this report, it is important to note that you should not rely on this report only — we recommend proceeding with several independent audits and a public bug bounty program to ensure the security of smart contracts.

#### Technical Disclaimer

Smart contracts are deployed and executed on a blockchain platform. The platform, its programming language, and other software related to the smart contract can have vulnerabilities that can lead to hacks. Thus, the audit can't guarantee the explicit security of the audited smart contracts.