Gnosis Safe Deep Dive

- Smart Contract Dev for <u>Bulla Network</u>
- Teach a Solidity Deep Dive Meetup
- Based in Denver
- Github Twitter Streams

Repos:

- Flattened Contracts
- Foundry Test Tools

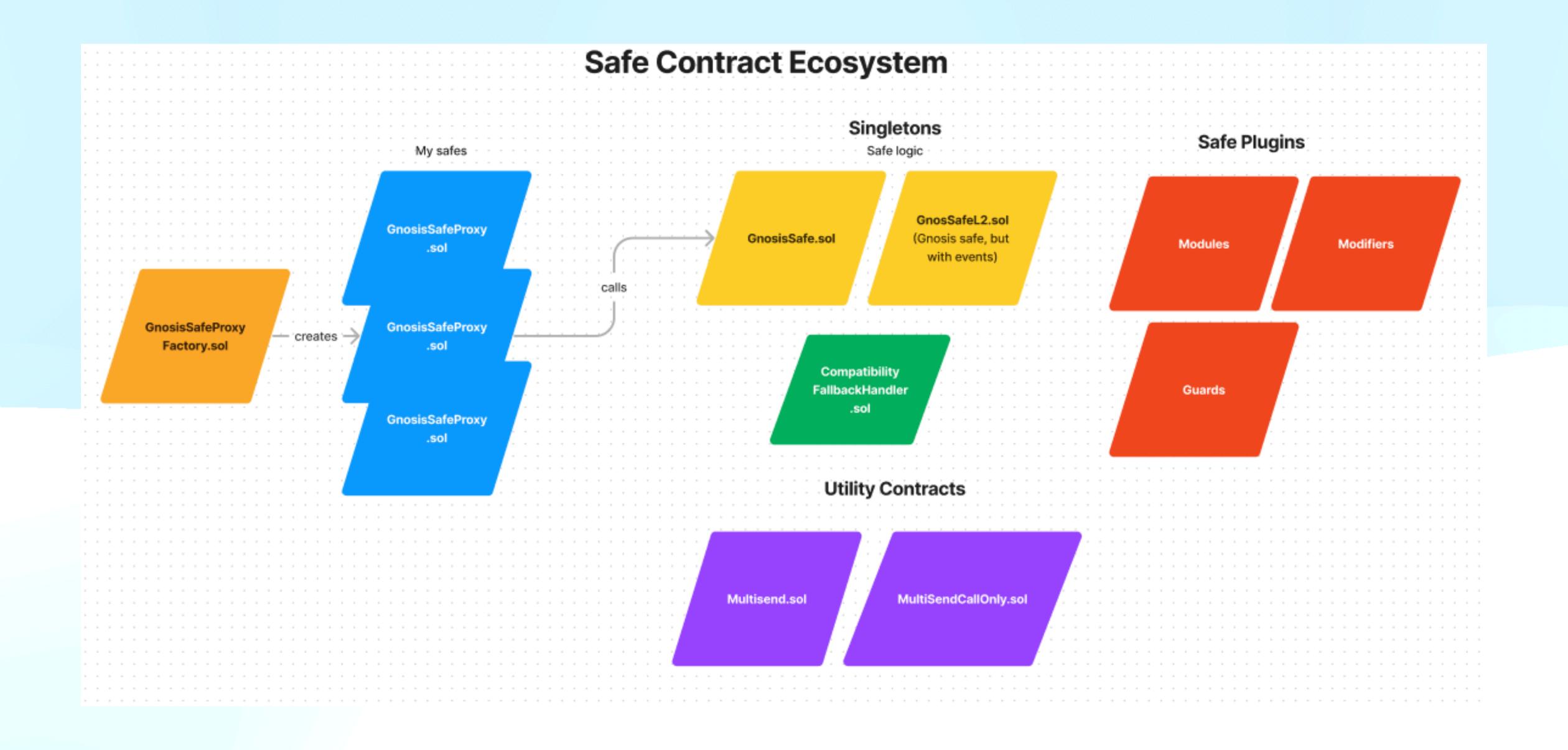


Agenda

- Safe Features
- The Safe ecosystem
- Contract deep dive

A Safe can...

- Execute any arbitrary transaction (either to other contracts or to itself)
- "Generate" valid EIP1271 signatures
- Validate multiple signatures (either EOA signatures (eth_sign, EIP712), EIP1271 signatures)
- Refund transaction executors
- Install *Modules* that bypass signature validation
- Install Guards that perform checks / interactions after every transaction



1. Setup

- Sets up owners and threshold
- Sets a fallback handler
- Can arbitrarily modify it's own storage by making a delegate call to the to param with the data param
- Refund the paymentReceiver payment (wei) of paymentToken

```
function setup(
   address[] calldata _owners,
   uint256 _threshold,
   address to,
   bytes <u>calldata</u> data,
   address fallbackHandler,
   address paymentToken,
   uint256 payment,
   address payable paymentReceiver
 external {
   setupOwners(_owners, _threshold);
   if (fallbackHandler != address(0)) {
        internalSetFallbackHandler(fallbackHandler);
   setupModules(to, data);
   if (payment > 0)
        handlePayment(payment, \emptyset, 1, paymentToken, paymentReceiver);
   emit SafeSetup(msg.sender, _owners, _threshold, to, fallbackHandler);
```

Setup: Possibilities

- You could set up custom modules
- You could set up a transaction guard
- You could pre-approve n amount of transactions to be executed at any time
- You could spin-up a single-use DAO which starts a timer on initialization and can be self destructed after a certain amount of time
- ...Execute any arbitrary transaction or callback on initialization
- (the world is your oyster)

NOTE: All these features would have to be written into a smart contract that would be deployed at a fixed address, then delegatecalled on initialization

2. Execute transactions

Each transaction from execTransaction:

- Can either call or delegatecall
- Can have gas limits via the safeTxGas, gasPrice

```
function execTransaction(
   address to,
   uint256 value,
   bytes calldata data,
   Operation operation,
   uint256 safeTxGas,
   uint256 baseGas,
   uint256 gasPrice,
   address gasToken,
   address <u>payable</u> refundReceiver,
   bytes memory signatures
) public payable virtual returns (bool success);
function execTransactionFromModule(
   address to,
   uint256 value,
   bytes memory data,
   Operation operation
 public virtual returns (bool success);
```

2.1 Tx encoding

- EOA: each tx is RLP encoded, hashed to a bytes32 value, then signed by a private key
- Safe TX's are encoded to the EIP712 spec, -> keccak256 hashed -> then signed by EOAs or marked as signed by EOAs

EOA Tx

```
{
    "from": "0xEA674fdDe714fd979de3EdF0F56AA9716B898ec8",
    "to": "0xac03bb73b6a9e108530aff4df5077c2b3d481e5a",
    "gasLimit": "21000",
    "maxFeePerGas": "300",
    "maxPriorityFeePerGas": "10",
    "nonce": "0",
    "value": "100000000000",
    "chainId": "1"
}
```

Safe Tx

```
{
  "to": "0xac03bb73b6a9e108530aff4df5077c2b3d481e5a",
  "value": "10000000000",
  "data": "0x",
  "operation": "0",
  "baseGas": "21000",
  "gasPrice": "300",
  "gasToken": "10",
  "refundReceiver": "0",
  "nonce": "1",
  "chainId": "1",
  "safeAddress": "0x1230B3d59858296A31053C1b8562Ecf89A2f888b",
}
```

2.2 Signature verification

- Signatures are encoded via the **v** value in the signature
- V == 0 means EIP1271 smartcontract signature
- V == 1 means approved hash (offline signing method)
- V > 30 means eth_sign
- Otherwise, it's a sign_typed_data call

Dope signing algo! 💪

```
address lastOwner = address(0);
require(
    currentOwner > lastOwner &&
    owners[currentOwner] != address(0) &&
    currentOwner != SENTINEL_OWNERS,
    "GS026"
);
lastOwner = currentOwner;
```

If the signatures are from valid owners above the threshold, then the transaction is executed

2.3 Guard Checks

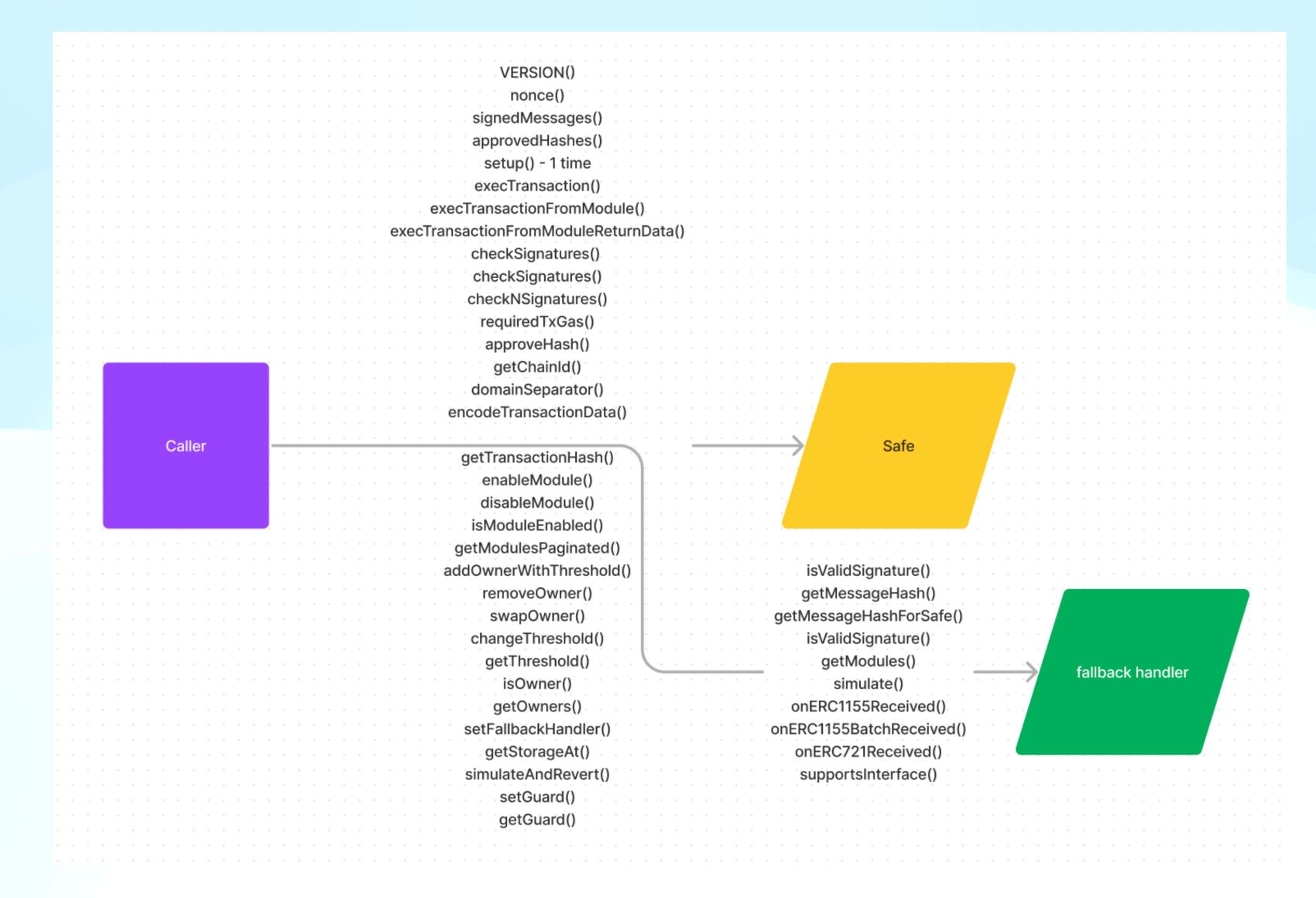
- The safe delegates execution flow to a "guard"
- Checks happen before and after execution
- Guards are expected to revert if there is an issue.
- Examples

Life Cycle 2.4 Tx Execution

- Will simply execute a call to another contract - or a delegate call (which can modify it's own storage)
- Delegate calls can be dangerous, because they can modify the Safe's storage
- NOTE: Multisend transactions need to be delegate calls
- If gas > 0, that amount is refunded to the tx initiator

```
function execute(address to, uint256 value, bytes memory
data, Operation operation, uint256 txGas)
   internal
   returns (bool success)
   if (operation == Operation.DelegateCall) {
       assembly {
           success := delegatecall(txGas, to, add(data, 0x20), mload(data), 0, 0)
   } else {
       assembly {
           success := call(txGas, to, value, add(data, 0x20), mload(data), 0, 0)
```

Fallback Handler



Quick Hits:

- Signatures are gathered up off-chain, then submitted all at once via the Safe Transaction Service
- You can estimate the amount of gas required to execute a transaction by calling requiredTxGas
- If the Safe Transaction Service ever goes down, you can manually sign transactions by calling *getTransactionHash*, then calling *approveHash* with your signing wallet
- Call getMessageHashForSafe to encode a signed message for a Safe this is compatible to Safe's version of eth_sign
- Each Safe deployed via the safe UI is a proxy contract meaning its cost is minimal
- There is a module factory to deploy new modules (deploy gas cost is astronomically lower)

Ideas 😯

- A contract can validate a Safe's EIP 1271 signature given a sorted array of owner signatures over the threshold (see <u>CompatibilityFallbackHandler.isValidSignature</u>)
- A custom fallback handler can be deployed to implement custom function calls and custom storage writes
- Install a trusted guard that performs an action on a Baal module on every transaction

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