

# **Bear Cave Security Review**

# **Pashov Audit Group**

Conducted by: pashov May 17th, 2023

# **Contents**

1. About pashov	3
2. Disclaimer	3
3. Introduction	3
4. About Bear Cave	4
5. Risk Classification	6
<ul><li>5.1. Impact</li><li>5.2. Likelihood</li><li>5.3. Action required for severity levels</li></ul>	6 6 7
6. Security Assessment Summary	7
7. Executive Summary	8
8. Findings	11
8.1. Critical Findings	11
[C-01] Anyone can steal all HoneyJar NFTs in HoneyJarPortal and exploit its allowances	11
[C-02] Reentrancy allows any user allowed even one free HoneyJar mint to mint the max supply for himself for free	12
[C-03] Anyone can mint all NFTs through the public mint before it has even started	13
[C-04] Re-requesting randomness from VRF is a security anti-pattern	14
8.2. High Findings	15
[H-01] Mint function mekHoneyJarWithETH will revert every time	15
[H-02] Admin account has a lot of power in the protocol and multiple ways to deny/steal users' rewards	15
8.3. Medium Findings	17
[M-01] Possible overflow will break the logic in HoneyBox	17
[M-02] Multiple flaws in the gate reset logic in Gatekeeper	17
8.4. Low Findings	19

[L-01] The BURNER role and burn method are not usable	19
[L-02] Discrepancy between implementation and docs	19
[L-03] The Checks-Effects-Interactions pattern is not followed	19
[L-04] Insufficient validation in multiple Gatekeeper Methods	19
8.5. QA Findings	21
[QA-01] Incomplete NatSpecs	21
[QA-02] Unused or redundant code can be removed	21
[QA-03] Typos and grammatical errors in the code	22
[QA-04] Use the complete name of types	22
[QA-05] Missing override keyword	23
[QA-06] Missing event emissions in state changing methods	23

# 1. About pashov

Krum Pashov, or **pashov**, is an independent smart contract security researcher. Having found numerous security vulnerabilities in various protocols, he does his best to contribute to the blockchain ecosystem and its protocols by putting time and effort into security research & reviews. Check his previous work <u>here</u> or reach out on Twitter <u>@pashovkrum</u>.

### 2. Disclaimer

A smart contract security review can never verify the complete absence of vulnerabilities. This is a time, resource and expertise bound effort where I try to find as many vulnerabilities as possible. I can not guarantee 100% security after the review or even if the review will find any problems with your smart contracts. Subsequent security reviews, bug bounty programs and on-chain monitoring are strongly recommended.

### 3. Introduction

A time-boxed security review of the **Bear Cave** protocol was done by **pashov**, with a focus on the security aspects of the application's smart contracts implementation.

#### 4. About Bear Cave

Bear Cave is an NFT protocol that hosts a number of games on-chain. Each different bear (NFT token from a bear collection) has a set of "gates" through which it can get into the protocol.

These are the core contracts in the protocol:

- Gatekeeper, which manages the various gates
- GameRegistry, which manages game stages and permissions
- HoneyJar, which is a simple ERC721 compliant NFT contract
- HoneyBox, which mints HoneyJar NFTs and manages bundles (groups of ERC721/ERC1155 collections)
- HoneyJarPortal, which allows for cross-chain interactions with the HoneyJar NFTs

#### More docs

#### **Observations**

There are five mechanisms for players to mint HoneyJar tokens through HoneyBox:

- 1. Claim them for free, if included in free mint whitelist
- 2. Early paid mint with paymentToken, if included in early paid mint whitelist
- 3. Early paid mint with ETH, if included in early paid mint whitelist
- 4. Public paid mint with paymentToken
- 5. Public paid mint with ETH

After the mintConfig.maxHoneyJar amount is minted, the \_findHoneyJar method is called, which does a VRF request and chooses the "special Honey Jar", whose owner can claim the sleepoor NFTs in a specific bundle.

#### **Threat Model**

# **Privileged Roles & Actors**

#### **Privileged Roles**

- Game admin can control and configure most of the protocol. Granted to the Bear Cave team's multi-sig
- Game instance updates Gatekeeper's internal claimed HoneyJar tokens accounting and starts gates for a token. Granted to the HoneyBox contract
- Minter can mint HoneyJar tokens. Granted to both the HoneyBox and HoneyJarPortal contracts
- Burner can burn any HoneyJar token, no matter who owns it. Currently not granted to anyone, it is expected that it will be granted to the HoneyBox contract

The Game admin can grant the GAME\_INSTANCE and MINTER roles to any address.

#### **Actors**

- Beekeeper receives a share of the HoneyJar NFT mint fees
- Jani receives a share of the HoneyJar NFT mint fees
- Player can claim free HoneyJar tokens based on eligibility or mint HoneyJar tokens with ERC20 tokens or ETH
- VRF supplies randomness so that the "special Honey Jar" NFT is chosen.

### **Security Interview**

**Q:** What in the protocol has value in the market?

A: The NFTs that are deposited into the HoneyBox contract. Also the "special" HoneyJar NFT is worth at least the value of all the NFTs stored in the HoneyBox contract. The HoneyJar NFTs are valuable as well, as they cost ERC20 tokens or ETH to mint.

**Q:** In what case can the protocol/users lose money?

A: If the game never ends or if an attacker games the minting mechanics or the "special" | WRF logic.

**Q:** What are some ways that an attacker achieves his goals?

**A:** Making some of the method's logic revert by underflow/overflow or force an external call to revert. Also exploit the VRF integration, or the minting mechanics.

### 5. Risk Classification

Severity	Impact: High	Impact: Medium	Impact: Low
Likelihood: High	Critical	High	Medium
Likelihood: Medium	High	Medium	Low
Likelihood: Low	Medium	Low	Low

# 5.1. Impact

- High leads to a significant material loss of assets in the protocol or significantly harms a group of users.
- Medium only a small amount of funds can be lost (such as leakage of value) or a core functionality of the protocol is affected.
- Low can lead to any kind of unexpected behavior with some of the protocol's functionalities that's not so critical.

#### 5.2. Likelihood

- High attack path is possible with reasonable assumptions that mimic on-chain conditions, and the cost of the attack is relatively low compared to the amount of funds that can be stolen or lost.
- Medium only a conditionally incentivized attack vector, but still relatively likely.
- Low has too many or too unlikely assumptions or requires a significant stake by the attacker with little or no incentive.

# 5.3. Action required for severity levels

- Critical Must fix as soon as possible (if already deployed)
- High Must fix (before deployment if not already deployed)
- Medium Should fix
- Low Could fix

# 6. Security Assessment Summary

review commit hash - 6c098a53649c2cf08afc806be37f9d50835a5252

#### **Scope**

The following smart contracts were in scope of the audit:

- Constants
- GameRegistry
- GameRegistryConsumer
- GateKeeper
- HoneyBox
- HoneyJar
- HoneyJarPortal
- IHoneyJar

# 7. Executive Summary

Over the course of the security review, pashov engaged with Bear Cave to review Bear Cave. In this period of time a total of **18** issues were uncovered.

#### **Protocol Summary**

<b>Protocol Name</b>	Bear Cave
Date	May 17th, 2023

### **Findings Count**

Severity	Amount
Critical	4
High	2
Medium	2
Low	4
QA	6
<b>Total Findings</b>	18

# **Summary of Findings**

ID	Title	Severity	Status
[ <u>C-01</u> ]	Anyone can steal all HoneyJar NFTs in HoneyJarPortal and exploit its allowances	Critical	Resolved
[ <u>C-02</u> ]	Reentrancy allows any user allowed even one free HoneyJar mint to mint the max supply for himself for free	Critical	Resolved
[ <u>C-03</u> ]	Anyone can mint all NFTs through the public mint before it has even started	Critical	Resolved
[ <u>C-04</u> ]	Re-requesting randomness from VRF is a security anti-pattern	Critical	Resolved
[ <u>H-01</u> ]	Mint function mekHoneyJarWithETH will revert every time	High	Resolved
[ <u>H-02</u> ]	Admin account has a lot of power in the protocol and multiple ways to deny/steal users' rewards	High	Resolved
[ <u>M-01</u> ]	Possible overflow will break the logic in HoneyBox	Medium	Resolved
[ <u>M-02</u> ]	Multiple flaws in the gate reset logic in Gatekeeper	Medium	Resolved
[ <u>L-01</u> ]	The BURNER role and burn method are not usable	Low	Resolved
[ <u>L-02</u> ]	Discrepancy between implementation and docs	Low	Resolved
[ <u>L-03</u> ]	The Checks-Effects-Interactions pattern is not followed	Low	Resolved
[ <u>L-04</u> ]	Insufficient validation in multiple Gatekeeper Methods	Low	Resolved

[QA-01]	Incomplete NatSpecs	QA	Resolved
[QA-02]	Unused or redundant code can be removed	QA	Resolved
[QA-03]	Typos and grammatical errors in the code	QA	Resolved
[ <u>QA-04</u> ]	Use the complete name of types	QA	Resolved
[QA-05]	Missing override keyword	QA	Resolved
[ <u>QA-06</u> ]	Missing event emissions in state changing methods	QA	Resolved

# 8. Findings

# 8.1. Critical Findings

# [C-01] Anyone can steal all HoneyJar NFTs in HoneyJarPortal and exploit its allowances

#### **Severity**

**Impact:** High, as it is a value loss for users

**Likelihood:** High, as it is a common vulnerability and requires no preconditions

#### **Description**

The \_debitFrom function in HoneyJarPortal is exploitable, as it looks like this:

```
function _debitFrom
  (address _from, uint16, bytes memory, uint _tokenId) internal override {
    honeyJar.safeTransferFrom(_from, address
    //(this), _tokenId); // Performs the owner & approval checks
}
```

Since there is no check for the \_from argument, anyone can call the function (through the sendFrom method in ONFT721Core) and pass the address of HoneyJarPortal as the \_from argument and his address as the \_toAddress argument in the sendFrom method and essentially steal every NFT that is owned by the HoneyJarPortal. It can also steal NFTs that HoneyJarPortal does not own, but is an approved spender of, since the safeTransferFrom method will complete successfully.

#### Recommendations

In \_debitFrom check that the owner of the \_tokenId NFT is the msg.sender.

# [C-02] Reentrancy allows any user allowed even one free HoneyJar mint to mint the max supply for himself for free

#### **Severity**

Impact: High, as the user will steal all HoneyJar NFTs, paying nothing

**Likelihood:** High, as reentrancy is a very common attack vector and easily exploitable

#### **Description**

The claim method in HoneyBox (from its NatSpec) "Allows a player to claim free HoneyJar based on eligibility". Let's look at this part of its code:

```
_canMintHoneyJar
//(bundleId_, numClaim); // Validating here because numClaims can change

// If for some reason this fails, GG no honeyJar for you
_mintHoneyJarForBear(msg.sender, bundleId_, numClaim);

claimed[bundleId_] += numClaim;
// Can be combined with "claim" call above, but keeping separate to separate
// view + modification on gatekeeper
gatekeeper.addClaimed(bundleId_, gateId, numClaim, proof);
```

Where you update the claimed mapping and account for the claim in the Gatekeeper contract after you actually do the minting itself. The problem is that the \_mintHoneyJarForBear method calls honeyJar::batchMint, that uses safeMint, which does an unsafe external call to the mint recipient. This call can reenter the claim method while the claimed accounting was still not done and actually claim all of the HoneyJar NFTs until mintConfig.maxHoneyJar is hit, which will most likely make him the winner of the game so he will get all of the NFTs in it as well, paying nothing.

What makes it worse as well is that even though the claim method has protection because it accepts a gateId argument, and the gates themselves have a maxClaimable property, this is also broken since the gatekeeper::addClaimed call is also done after the unsafe external call, so multiple invariants can be broken here.

#### Recommendations

Make sure the claim method is following the Checks-Effects-Interactions pattern or add a nonReentrant modifier to it.

# [C-03] Anyone can mint all NFTs through the public mint before it has even started

#### Severity

**Impact:** High, as it breaks an important protocol invariant and the way the protocol should work overall

**Likelihood:** High, as it does not need any preconditions, can be executed easily at the deployment of HoneyBox

#### **Description**

Both the mekhoneyJarWitherc20 and mekhoneyJarWitherh methods are ways for the players to mint HoneyJar NFTs, but they should work only when general mint is open, as shown in this check that is present in both methods:

```
if (slumberParties[bundleId_].publicMintTime > block.timestamp)
    revert GeneralMintNotOpen(bundleId_);
```

The problem is that anyone can call both methods anytime before the first bundle was added. If there were no bundles, this means that if a user supplied bundleId\_ == 0 to either method, all of the values in the slumberParties[bundleId\_] mapping will have a default value, passing all of the checks in the methods and in the \_canMintHoneyJar method. This essentially means anyone can front-run the games and mint the maximum available HoneyJar configured in the mintConfig.

#### Recommendations

In \_\_canMintHoneyJar, revert if slumberParties[bundleId\_].publicMintTime == 0, this means that this bundle is not initialized yet. This will cover this attack vector and any other bundleId == 0 attack as well.

# [C-04] Re-requesting randomness from VRF is a security anti-pattern

#### **Severity**

**Impact:** High, as the VRF service provider has control over who wins the game

**Likelihood:** High, as there is an incentive for a VRF provider to exploit this and it is not hard to do from his side

#### **Description**

The **forceHoneyJarSearch** method is used to "kick off another VRF request", as mentioned in its NatSpec. This goes against the security standards in using VRF, as stated in the <u>docs</u>:

```
Re-requesting randomness is easily detectable on-chain and should be avoided for use cases that want to be considered as using VRFv2 correctly.
```

Basically, the service provider can withhold a VRF fulfillment until a new request that is favorable for them comes.

#### Recommendations

Remove the forceHoneyJarSearch method as it is exploitable.

# 8.2. High Findings

# [H-01] Mint function mekhoneyJarWithETH will revert every time

#### **Severity**

**Impact:** Medium, as there is an option to mint with ERC20 tokens too

Likelihood: High, as the function will just revert every time

#### **Description**

The HoneyBox contract exposes a way for users to mint HoneyJar NFTs with in a public sale by the mekhoneyJarWitheth method. The problem is that the method uses msg.value to calculate the expected price, as the name suggest, that would have been paid with ETH, but the method is missing the payable keyword. Every call with msg.value != 0 to the method will revert.

#### Recommendations

```
- function mekHoneyJarWithETH
- (uint8 bundleId_, uint256 amount_) external returns (uint256) {
+ function mekHoneyJarWithETH
+ (uint8 bundleId_, uint256 amount_) external payable returns (uint256) {
```

# [H-02] Admin account has a lot of power in the protocol and multiple ways to deny/steal users' rewards

#### Severity

**Impact:** High, as the admin can steal funds from users(players)

**Likelihood:** Medium, as it requires a malicious or a compromised admin, but the incentives are high

#### **Description**

There are multiple centralization flaws and attack vectors in the protocol:

- Game admin can make openHotBox revert by front-running it with a forceHoneyJarSearch call, essentially rugging game winner
- Game admin can call **setVRFConfig** and use his personally controlled VRF interface compliant contract and use a non-random number, essentially deciding the outcome of the game
- o The setMaxhoneyJar method can be used so the game never finishes. Even though it has the isEnabled check, and there is a comment saying should not be called while a game is in progress to prevent hostage holding. this is not true, as the same address (GAME\_ADMIN role) that can call setMaxhoneyJar can call startGame and stopGame which set the enabled flag, so the admin can set the max to a huge number, essentially putting the game into a state of DoS
- Since game admin controls when a game is started or stopped, it can also front-run users with a call to setHoneyJarPrice\_ERC20 and make them pay more if they put unlimited allowance, essentially stealing their tokens

#### Recommendations

Redesign all methods that can be used as rug pulls and possibly make the admin in the protocol a Timelock contract.

# 8.3. Medium Findings

### [M-01] Possible overflow will break the logic

in HoneyBox

#### **Severity**

**Impact:** High, as bundles storage variables will be overwritten

**Likelihood:** Low, as it is not expected to add more than 255 bundles

#### **Description**

In HoneyBox::addBundle we have the following code:

```
// Will fail if we have >255 bundles
uint8 bundleId = uint8(slumberPartyList.length);
```

The comment is wrong, as it assumes that the cast is safe and will revert if slumberPartyList.length > 255 but this is not the case as it will just
overflow. This will be a big problem as then already existing bundleId values
will be overwritten in the slumberParties mapping, which will break the
logic of the contract.

#### Recommendations

Use a SafeCast library or revert if slumberPartyList.length > 255.

# [M-02] Multiple flaws in the gate reset logic

in Gatekeeper

#### Severity

**Impact:** Medium, as no value will be lost but the contract state will be incorrect

**Likelihood:** Medium, as it is not expected to happen every time, but there are multiple attack paths here

### **Description**

The resetalicates method is iterating over unbounded arrays - both tokenToGates[tokenId] and consumedProofsList[gateId] arrays are unbounded. This might result in a state of DoS for the resetalicates method, since it might take too much gas to iterate over the arrays (more than the block gas limit).

Another, bigger problem in the method, is that it does not do delete on tokenToGates[tokenId] - even though it sets claimedCount to 0, it does not set claimed to false for example, so methods that check this will still think that claimed == true (for example validateProof checks it).

#### Recommendations

Make sure to add an upper bound to both <a href="tokenId">tokenId</a> and <a href="tokenId">consumedProofsList[gateId]</a> arrays size, in the <a href="addGate">addGate</a> and <a href="addClaimed">addClaimed</a> methods respectively. Make sure to call <a href="delete">delete</a> on <a href="tokenGates[i]">tokenGates[i]</a> in the first for loop in <a href="resetAllGates">resetAllGates</a> and also emit an <a href="GateReset">GateReset</a> event for each reset gate in the <a href="resetAllGates">resetAllGates</a> method.

# 8.4. Low Findings

# [L-01] The **BURNER** role and **burn** method are not usable

The burn method is not called anywhere, and there is no option for anyone to be granted the BURNER role currently. As discussed with the team, this means the code will be changing in the near future. This holds risk and I recommend either removing the BURNER role & burn functionality or getting a new audit with the new code included.

# [L-02] Discrepancy between implementation and docs

The NatSpec docs of registerGame say that the method "enables" a game, but the games mapping is not actually set to true for that game (this is done in startGame). This is misleading and can lead to errors - either update the implementation or the NatSpec accordingly.

# [L-03] The Checks-Effects-Interactions pattern is not followed

The methods puffPuffPassOut and openHotBox in HoneyBox are not following the CEI pattern. Even though they have no reentrancy vulnerability right now, it is recommended to follow the CEI pattern for security, as it is possible that the code changes with time.

# [L-04] Insufficient validation in multiple

Gatekeeper Methods

The addClaimed method is missing the gate.enabled and gate.activeAt checks that are present in validateProof, so they should be added. It should also revert if consumedProofs mapping is already set to true for complete correctness.

The addGate method should check if tokenId exists and also the maxClaimable argument should have an upper bound.

The **startGatesForToken** should check if a gate is already enabled and revert if that is the case, as the current implementation allows for a "restart" of a gate for a **tokenId**.

# 8.5. QA Findings

### [QA-01] Incomplete NatSpecs

Most external methods in the codebase have a NatSpec documentation but they almost always lack eparam and ereturn explanation. Short example is HoneyBoxx::addBundle - neither the parameters or the return variable are listed in the NatSpec. Go through all methods and make sure they have a complete and proper documentation.

# [QA-02] Unused or redundant code can be removed

The GATEKEEPER constant in Constants is not used anywhere and should be removed

The <u>initialize</u> method in <u>HoneyBox</u> is not needed, as it is not upgradeable and does not implement any proxy functionality. Move its logic to the contract's constructor. Also remove the <u>NotInitialized</u> and <u>AlreadyInitialized</u> errors, the <u>Initialized</u> event and the <u>initialized</u> storage variable.

The following imports in Gatekeeper are not used and should be removed:

```
o import {ERC1155} from "solmate/tokens/ERC1155.sol";
o import {ERC20} from "solmate/tokens/ERC20.sol";
o import {ERC721} from "solmate/tokens/ERC721.sol";
```

The **BEEKEEPER** & **JANI** roles and their setters and constants are not used and not needed, can be removed.

The games storage mapping in Gatekeeper is not used anywhere and should be removed.

The // Switching to OZ for LZ compatibility comment is not needed, as previous code is kept in the version control system anyway.

```
The if (mintAmount == 0) revert ZeroMint(); check in

earlyMekHoneyJarWithERC20 can be removed, because the check is present in

_canMintHoneyJar Which is called by earlyMekHoneyJarWithERC20.
```

The honeyJartoParty mapping in HoneyBox is only written to, never read from on-chain. This wastes gas and should be removed.

Redundant comment - <a>// Save to mapping</a>. It does not add value and can be removed.

```
Remove the [if (proof[i].length == 0) continue; // Don't nomad
yourself check in [HoneyBox::claimAll] since you call claim after it, and in
claim you have [if (proof.length == 0) revert Claim_InvalidProof();
```

# [QA-03] Typos and grammatical errors in the code

There are multiple typos and grammatical errors throughout the codebase

```
o elegibility -> eligibility
o logic is affects -> logic is affected

o you a player wants to claim -> a player wants to claim
o mintor -> minter

o All game contracts should use extend -> All game contracts should extend

o all free cams -> all free claims
```

# [QA-04] Use the complete name of types

Replace uint with uint256 everywhere in the codebase, it is seen in HoneyJarPortal for example. Subtle bugs can slip if you just use uint, for example if you are hashing the signature of a method and use uint instead of uint256 for any parameter type.

# [QA-05] Missing override keyword

The HoneyJar contract is implementing the IHoneyJar interface but is lacking the override keyword in multiple places. Add it to the mintTokenId, batchMint and burn methods as well as the nextTokenId storage variable, to make use the compiler checks from the keyword.

# [QA-06] Missing event emissions in state changing methods

It's a best practice to emit events on every state changing method for off-chain monitoring. The **setBaseuri** and **setGenerated** methods in **HoneyJar** are missing event emissions, which should be added.