

# Lodestar Finance - Staking

Smart Contract Security Assessment

Prepared by: Halborn

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### EXECUTIVE OVERVIEW

#### 1.1 INTRODUCTION

Lodestar Finance is an algorithmic borrowing and lending protocol built on the Arbitrum network. It aims to bring decentralized money markets to Arbitrum communities, enabling users to earn interest in lending assets and access liquidity through collateralized borrowing. The protocol's goals include expanding lending services to emerging cryptocurrency communities and collaborating with layer 2 native communities. The security assessment report focuses on the staking rewards, voting power, and governance contracts to ensure their security, functionality, and compliance with the industry best practices.

**Lodestar** engaged Halborn to conduct a security assessment on their smart contracts beginning on July 24th, 2023 and ending on July 28th, 2023. The security assessment was scoped to the smart contracts provided in the following GitHub repository:

• Lodestar-Finance/lodestar-staking.

#### 1.2 ASSESSMENT SUMMARY

The team at Halborn was provided a week for the engagement and assigned a full-time security engineer to verify the security of the smart contracts. The security engineer is a blockchain and smart-contract security expert with advanced penetration testing, smart-contract hacking, and deep knowledge of multiple blockchain protocols.

The purpose of this assessment is to:

- Ensure that smart contract functions operate as intended.
- Identify potential security issues with the smart contracts.

In summary, Halborn identified some security risks that were mostly addressed by the Lodestar team.

#### 1.3 TEST APPROACH & METHODOLOGY

Halborn performed a combination of manual and automated security testing to balance efficiency, timeliness, practicality, and accuracy in regard to the scope of this assessment. While manual testing is recommended to uncover flaws in logic, process, and implementation; automated testing techniques help enhance coverage of the code and can quickly identify items that do not follow the security best practices. The following phases and associated tools were used during the assessment:

- Research into architecture and purpose.
- Smart contract manual code review and walkthrough.
- Graphing out functionality and contract logic/connectivity/functions. (solgraph)
- Manual assessment of use and safety for the critical Solidity variables and functions in scope to identify any arithmetic related vulnerability classes.
- Manual testing by custom scripts.
- Scanning of solidity files for vulnerabilities, security hot-spots or bugs. (MythX)
- Static Analysis of security for scoped contract, and imported functions. (Slither)
- Testnet deployment. (Foundry)

#### 2. RISK METHODOLOGY

Every vulnerability and issue observed by Halborn is ranked based on **two sets** of **Metrics** and a **Severity Coefficient**. This system is inspired by the industry standard Common Vulnerability Scoring System.

The two Metric sets are: Exploitability and Impact. Exploitability captures the ease and technical means by which vulnerabilities can be exploited and Impact describes the consequences of a successful exploit.

The **Severity Coefficients** is designed to further refine the accuracy of the ranking with two factors: **Reversibility** and **Scope**. These capture the impact of the vulnerability on the environment as well as the number of users and smart contracts affected.

The final score is a value between 0-10 rounded up to 1 decimal place and 10 corresponding to the highest security risk. This provides an objective and accurate rating of the severity of security vulnerabilities in smart contracts.

The system is designed to assist in identifying and prioritizing vulnerabilities based on their level of risk to address the most critical issues in a timely manner.

#### 2.1 EXPLOITABILITY

#### Attack Origin (AO):

Captures whether the attack requires compromising a specific account.

#### Attack Cost (AC):

Captures the cost of exploiting the vulnerability incurred by the attacker relative to sending a single transaction on the relevant blockchain. Includes but is not limited to financial and computational cost.

#### Attack Complexity (AX):

Describes the conditions beyond the attacker's control that must exist in order to exploit the vulnerability. Includes but is not limited to macro situation, available third-party liquidity and regulatory challenges.

#### Metrics:

Exploitability Metric $(m_E)$	Metric Value	Numerical Value
Attack Origin (AO)	Arbitrary (AO:A)	1
Actack Origin (AO)	Specific (AO:S)	0.2
	Low (AC:L)	1
Attack Cost (AC)	Medium (AC:M)	0.67
	High (AC:H)	0.33
	Low (AX:L)	1
Attack Complexity (AX)	Medium (AX:M)	0.67
	High (AX:H)	0.33

Exploitability  ${\it E}$  is calculated using the following formula:

$$E = \prod m_e$$

#### 2.2 IMPACT

#### Confidentiality (C):

Measures the impact to the confidentiality of the information resources managed by the contract due to a successfully exploited vulnerability. Confidentiality refers to limiting access to authorized users only.

#### Integrity (I):

Measures the impact to integrity of a successfully exploited vulnerability. Integrity refers to the trustworthiness and veracity of data stored and/or processed on-chain. Integrity impact directly affecting Deposit or Yield records is excluded.

#### Availability (A):

Measures the impact to the availability of the impacted component resulting from a successfully exploited vulnerability. This metric refers to smart contract features and functionality, not state. Availability impact directly affecting Deposit or Yield is excluded.

#### Deposit (D):

Measures the impact to the deposits made to the contract by either users or owners.

#### Yield (Y):

Measures the impact to the yield generated by the contract for either users or owners.

#### Metrics:

Impact Metric $(m_I)$	Metric Value	Numerical Value
	None (I:N)	0
	Low (I:L)	0.25
Confidentiality (C)	Medium (I:M)	0.5
	High (I:H)	0.75
	Critical (I:C)	1
	None (I:N)	0
	Low (I:L)	0.25
Integrity (I)	Medium (I:M)	0.5
	High (I:H)	0.75
	Critical (I:C)	1
	None (A:N)	0
	Low (A:L)	0.25
Availability (A)	Medium (A:M)	0.5
	High (A:H)	0.75
	Critical	1
	None (D:N)	0
	Low (D:L)	0.25
Deposit (D)	Medium (D:M)	0.5
	High (D:H)	0.75
	Critical (D:C)	1
	None (Y:N)	0
	Low (Y:L)	0.25
Yield (Y)	Medium: (Y:M)	0.5
	High: (Y:H)	0.75
	Critical (Y:H)	1

Impact  ${\it I}$  is calculated using the following formula:

$$I = max(m_I) + \frac{\sum m_I - max(m_I)}{4}$$

#### 2.3 SEVERITY COEFFICIENT

#### Reversibility (R):

Describes the share of the exploited vulnerability effects that can be reversed. For upgradeable contracts, assume the contract private key is available.

#### Scope (S):

Captures whether a vulnerability in one vulnerable contract impacts resources in other contracts.

Coefficient $(C)$	Coefficient Value	Numerical Value
	None (R:N)	1
Reversibility $(r)$	Partial (R:P)	0.5
	Full (R:F)	0.25
Soons (a)	Changed (S:C)	1.25
Scope (s)	Unchanged (S:U)	1

Severity Coefficient C is obtained by the following product:

C = rs

The Vulnerability Severity Score  ${\cal S}$  is obtained by:

$$S = min(10, EIC * 10)$$

The score is rounded up to 1 decimal places.

Severity	Score Value Range		
Critical	9 - 10		
High	7 - 8.9		
Medium	4.5 - 6.9		
Low	2 - 4.4		
Informational	0 - 1.9		

#### 2.4 SCOPE

#### 1. IN-SCOPE TREE & COMMIT:

The security assessment was scoped to the following smart contracts:

GitHub repository: Lodestar-Finance/lodestar-protocol
Assessed Commit ID #1: a21ecb23a4308c2602ac63ee86d576f78d73c6e6
Assessed Commit ID #2: aba53cfd19189720cb8c32368176648d6aead960
Assessed Commit ID #3: b049afc3bf5635250033f03fc9e4684eb332d373
Assessed Commit ID #4: 97c84d98ef6011507183fcd37570084137b6626b
Assessed Commit ID #5: e8277ff24975c3d418dc8124909452f1d24e8251
Final Commit ID: 1c15f28d1a71b59262dbd3a5c542159c6091ad49
Smart contracts in scope:

- esLODE.sol
- LodestarHandler.sol
- RewardRouter.sol
- StakingRewards.sol
- TokenClaim.sol
- VotingPower.sol
- RouterConstants.sol
- StakingConstants.sol
- Swap.sol
- WETHUtils.sol
- Whitelist.sol

### 3. ASSESSMENT SUMMARY & FINDINGS OVERVIEW

CRITICAL	HIGH	MEDIUM	LOW	INFORMATIONAL
6	6	4	0	4

In the process of assessment of the provided smart contracts codebase, a number of issues were identified that have serious implications for the reliability, security and maintainability of the application. Over the course of the assessment, multiple critical issues were uncovered.

This in itself is a significant concern, and points to a broader issue regarding the state of the code. It's worth noting that the identification of a substantial number of issues in a relatively short time span may suggest that there is a greater potential for further, yet undiscovered, vulnerabilities within the code.

While the scope of the assessment is thorough and guided by best industry practices, it is inherently limited by time and resources. Hence, the discovery of any number of critical issues cannot conclusively imply that all possible vulnerabilities have been identified. An assessment, while valuable, should not be viewed as a blanket guarantee against future exploits.

It is strongly recommended that the team responsible for the smart contract take these findings as an opportunity to not only rectify the identified vulnerabilities, but also to conduct a comprehensive review and potential re-design of the whole code. This would entail enforcing stronger coding standards, improving testing and review processes, and also aiming to follow the best practices in Solidity smart contract development.

Additionally, consider engaging in regular and repeated assessments to ensure ongoing security and proper functioning of your smart contracts, especially after changes have been made. The use of automated testing and static analysis tools can also assist in maintaining a high standard of code quality.

Please note that this assessment does not absolve the developers of their responsibility to maintain, update, and secure their code. Rather, it serves as a professional evaluation of its current state, and a guideline for mitigating known issues and improving overall security and design patterns.

SECURITY ANALYSIS	RISK LEVEL	REMEDIATION DATE
(HAL-01) ESLODE TOKENS CAN BE DRAINED BY CALLING WITHDRAWESLODE() FUNCTION INDEFINITELY	Critical (10)	SOLVED - 08/01/2023
(HAL-02) VOTING POWER CAN BE MANIPULATED BY STAKING, VOTING, UNSTAKING 10 SECONDS LATER AND TRANSFERRING LODE TO A NEW WALLET	Critical (10)	SOLVED - 08/01/2023
(HAL-03) VOTING POWER CAN BE STOLEN BY CALLING VOTINGPOWER.DELEGATE FUNCTION	Critical (10)	SOLVED - 08/01/2023
(HAL-04) THE ONE YEAR VESTING PERIOD FOR ESLODE TOKENS CAN BE BYPASSED	Critical (10)	SOLVED - 08/01/2023
(HAL-05) LODE TOKENS CAN BE PERMANENTLY STUCK IN THE STAKINGREWARDS CONTRACT DUE TO WRONG MINTING/BURNING LOGIC IN STAKE/UNSTAKE LODE FUNCTIONS	Critical (10)	SOLVED - 08/03/2023
(HAL-06) UNSTAKELODE FUNCTION MAY REVERT UNDER CERTAIN CONDITIONS AS VOTING POWER IS INCORRECTLY BURNT	Critical (10)	SOLVED - 08/07/2023
(HAL-07) ESLODE TOKENS COULD GET LOCKED PERMANENTLY IN THE STAKINGREWARDS CONTRACT	High (7.5)	SOLVED - 08/01/2023
(HAL-08) VOTING POWER CAN BE MANIPULATED WITH A LODE FLASHLOAN AS STARTTIME VARIABLE IS ONLY UPDATED DURING THE INITIAL LOCK	High (7.5)	SOLVED - 08/01/2023
(HAL-09) LODE LOCKING CAN BE BYPASSED ABUSING THE REWARDS SYSTEM	High (7.5)	SOLVED - 08/01/2023
(HAL-10) RELOCKING FULL BONUS CAN BE OBTAINED AFTER A 10 SECONDS LOCK	High (7.5)	SOLVED - 08/01/2023
(HAL-11) CONVERTESLODETOLODE FUNCTION EXCESSIVELY BURNS VOTING POWER, REVERTING	High (7.5)	SOLVED - 08/07/2023
(HAL-12) STAKERS MAY NOT BE ABLE TO UNSTAKE THEIR LODE TOKENS DUE TO ROUNDING ERROR	High (7.5)	SOLVED - 08/11/2023

(HAL-13) UPDATEWEEKLYREWARDS FUNCTION DOES NOT GUARANTEE THAT THE STAKINGREWARDS CONTRACT HAS ENOUGH REWARDS FOR ALL THE STAKERS	Medium (5.6)	SOLVED - 08/01/2023
(HAL-14) CALLING STAKINGREWARDS.UPDATEVOTINGCONTRACT FUNCTION CAN BREAK THE STAKINGREWARDS CONTRACT	Medium (5.0)	SOLVED - 08/14/2023
(HAL-15) POSSIBLE DENIAL OF SERVICE BY REACHING BLOCK GAS LIMIT WHEN CALLING CONVERTESLODETOLODE FUNCTION	Medium (5.0)	SOLVED - 08/01/2023
(HAL-16) UPDATESHARES IS NOT CALLED IN CERTAIN CASES IN THE RELOCK FUNCTION	Medium (5.0)	SOLVED - 08/01/2023
(HAL-17) STATE VARIABLES MISSING IMMUTABLE MODIFIER	Informational (0.0)	SOLVED - 08/01/2023
(HAL-18) STATE VARIABLES MISSING CONSTANT MODIFIER	Informational (0.0)	SOLVED - 08/01/2023
(HAL-19) STRUCTS DO NOT FOLLOW THE TIGHT VARIABLE PACKING PATTERN	Informational (0.0)	ACKNOWLEDGED
(HAL-20) FLOATING PRAGMA	Informational (0.0)	SOLVED - 08/01/2023

# FINDINGS & TECH DETAILS

## 4.1 (HAL-01) ESLODE TOKENS CAN BE DRAINED BY CALLING WITHDRAWESLODE() FUNCTION INDEFINITELY - CRITICAL(10)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

The StakingRewards contract implements the function withdrawEsLODE() that allows users to unstake their esLODE without converting them to LODE:

```
Listing 1: StakingRewards.sol (Line 347)

338 /**

339 * @notice Withdraw esLODE

340 * @dev can only be called by the end user when withdrawing of

L, esLODE is allowed

341 */

342 function withdrawEsLODE() external nonReentrant {

343     require(withdrawEsLODEAllowed == true, "esLODE Withdrawals Not

L, Permitted");

344     //harvest();

345     StakingInfo storage account = stakers[msg.sender];

346     uint256 totalEsLODE = account.totalEsLODEStakedByUser;

347     esLODE.safeTransfer(msg.sender, totalEsLODE);

348     emit UnstakedEsLODE(msg.sender, totalEsLODE);

349 }
```

Although, this function does not update the storage after withdrawing, allowing any user to repeatedly call this function, draining all the esLODE from the contract.

#### Proof of Concept:

The proof of concept shows how the user1 is able to repeatedly call the withdrawEsLODE() function, draining all the esLODE from the contract.

BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:C/Y:N/R:N/S:U (10)

Recommendation:

It is recommended to reset the stakers[msg.sender].totalEsLODEStakedByUser storage to 0 after the withdrawEsLODE() call.

Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID: aba53cfd19189720cb8c32368176648d6aead960.

4.2 (HAL-02) VOTING POWER CAN BE MANIPULATED BY STAKING, VOTING, UNSTAKING 10 SECONDS LATER AND TRANSFERRING LODE TO A NEW WALLET - CRITICAL(10)

Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

The VotingPower contract calculates the users' voting power through the StakingRewards.accountVoteShare() function:

```
Listing 2: StakingRewards.sol

694 /**
695 * @notice Function used to calculate a user's voting power for
L, emissions voting
696 * @param account The staker's address
697 * @return Returns the user's voting power as a percentage of the
L, total voting power
698 */
699 function accountVoteShare(address account) public view returns (
L, uint256) {
700     uint256 stLODEStaked = stakers[account].stLODEAmount;
701     uint256 vstLODEStaked = stakers[account].relockStLODEAmount;
702     uint256 totalStLODEStaked = totalSupply() - totalRelockStLODE;
703     uint256 totalStLODEStaked = totalRelockStLODE;
704
705     uint256 totalStakedAmount = stLODEStaked + vstLODEStaked;
706     uint256 totalStakedBalance = totalStLODEStaked +
L, totalVstLODEStaked;
707
708     if (totalStakedBalance == 0) {
709         return 0;
710     }
711
```

```
712 return (totalStakedAmount * 1e18) / totalStakedBalance;
713 }
```

As soon as LODE is staked in the StakingRewards contract, the voting power is increased. Although, the minimum period of time that LODE can be staked is just 10 seconds. Hence, any user could:

- 1. Stake LODE for 10 seconds.
- 2. Vote with their increased voting power.
- 3. Wait 10 seconds, unstake, transfer the LODE tokens to another wallet.
- 4. Stake LODE using the new wallet.
- 5. Vote again.
- 6. Repeat.

```
USER5 CALLS ---> < contract_StakingRewards.stakeLODE(1000e18, 10) >
USER5 CALLS ---> < contract_VotingPower.vote(['ARB'], [BORROW], [5e17]) >
USER1 CALLS ---> < contract_LODE.approve(address(contract_StakingRewards), type(uint256).max) >
 USER1 CALLS ---> < contract StakingRewards.stakeLODE(1000e18, 10) >
 contract LODE.balanceOf(user1) -> 0
 USER1 CALLS ---> < contract_VotingPower.vote(['ARB'], [SUPPLY], [5e17]) >
 OperationType -> 0
 Token -> ARB
 OperationType -> 1
10 seconds later...
USER1 CALLS ---> < contract_StakingRewards.unstakeLODE(1000e18) >
USER1 CALLS ---> < contract LODE.transfer(user2, 1000e18) >
USER2 CALLS ---> < contract_LODE.approve(address(contract_StakingRewards), type(uint256).max) >
 contract_StakingRewards.accountVoteShare(user2) -> 0
USER2 CALLS ---> < contract_StakingRewards.stakeLODE(1000e18, 10) >
```

This way, the votes can be easily manipulated.

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:C/A:N/D:N/Y:N/R:N/S:C (10)

#### Recommendation:

It is recommended to set the minimum stake period to one week or simply do not assign any voting power to users which lockTime is set only to 10 seconds.

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.3 (HAL-03) VOTING POWER CAN BE STOLEN BY CALLING VOTINGPOWER.DELEGATE FUNCTION - CRITICAL(10)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

The VotingPower contract contains the function delegate() which supposedly is used to delegate voting power to another address of the user's choice:

```
Listing 3: VotingPower.sol

95 /// @notice Delegates existing voting power to an address of the
Lyuser's choice.

96 /// @param to The address in which the user wishes to delegate
Lytheir voting power to.

97 function delegate(address to) external resetVotesIfNeeded
LywhenNotPaused {

98  voteDelegates[msg.sender] = to;

99  emit DelegateChanged(msg.sender, to);

100 }
```

Moreover, this voteDelegates mapping is incorrectly used in the VotingPower.vote() function to "calculate" the voting power:

```
Listing 4: VotingPower.sol (Line 146)

128 function vote(
129    string[] calldata tokens,
130    OperationType[] calldata operations,
131    uint256[] calldata shares
132 ) external resetVotesIfNeeded whenNotPaused {
133    require(
134    tokens.length == operations.length && tokens.length ==
```

```
    shares.length,
      );
      uint256 currentWeek = getCurrentWeek();
      require(
          lastVotedWeek[msg.sender] < currentWeek || (currentWeek ==</pre>
   0 && lastVotedWeek[msg.sender] == 0 && !previouslyVoted[msg.

    sender]),
      );

    voteDelegates[msg.sender] == address(0) ? msg.sender :

    voteDelegates[msg.sender]);
      uint256 totalShares = 0;
      for (uint256 i = 0; i < tokens.length; i++) {
          string memory token = tokens[i];
          OperationType operation = operations[i];
          uint256 share = shares[i];
          require(share > 0, "Share must be greater than 0");
          require(tokenEnabled[token], "Token is not enabled for

    voting");
          if (!bothOperationsAllowed[token]) {
              require(operation == OperationType.SUPPLY, "Only
→ supply emissions are allowed for this token");
          userVotes[msg.sender][i] = Vote(share, token, operation);
          totalVotes[token][operation] = totalVotes[token][operation
totalShares = totalShares.add(share);
          emit VoteCast(msg.sender, token, operation, share);
      require(totalShares <= userVotingPower, "Voted shares exceed</pre>
```

Basically, when stakingRewards.accountVoteShare() is called, if the voteDelegates mapping is not pointing to the address(0), the voting power of the voteDelegates mapping address will be used. This flawed implementation allows anyone to vote with the voting power of another user by simply calling delegate(<high voting power address>).

Proof of Concept:

```
USER5 CALLS ---> < contract_LODE.approve(address(contract_StakingRewards), type(uint256).max) >
USER5 CALLS ---> < contract StakingRewards.stakeLODE(1000e18, 10) >
USER5 CALLS ---> < contract_VotingPower.vote(['ARB'], [BORROW], [5e17]) >
USER1 CALLS ---> < contract_VotingPower.delegate(user5) >
  contract_LODE.balanceOf(user1) -> 0
 contract_StakingRewards.accountVoteShare(user1) -> 0
USER1 CALLS ---> < contract_VotingPower.vote(['ARB'], [SUPPLY], [5e17]) >
totalVotes['ARB'][OperationType.SUPPLY] -> 5000
 Votes -> 3013698630000000000
USER2 CALLS ---> < contract_VotingPower.delegate(user5) >
  contract_LODE.balanceOf(user2) -> 0
  contract_StakingRewards.accountVoteShare(user2) -> 0
USER2 CALLS ---> < contract_VotingPower.vote(['ARB'], [SUPPLY], [5e17]) >
 totalVotes['ARB'][OperationType.SUPPLY] -> 10000
  totalVotes['ARB'][OperationType.BORROW] -> 500000000000000000000
  Token -> ARB
  OperationType -> 0
  OperationType -> 1
  Votes -> 200913241999999999
```

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:C/A:N/D:N/Y:N/R:N/S:C (10)

#### Recommendation:

It is recommended to either rebuild from scratch the delegating logic or otherwise remove it. Some example implementation of voting power delegation can be found in OpenZeppelin's Votes contract.

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

## 4.4 (HAL-04) THE ONE YEAR VESTING PERIOD FOR ESLODE TOKENS CAN BE BYPASSED - CRITICAL(10)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

In the StakingRewards contract, the function convertEsLODEToLODE() is used to convert vested esLODE to LODE. The vesting period of the esLODE tokens is 365 days:

```
uint256 timeDiff = (block.timestamp - userStakes[i].

    startTimestamp);
          uint256 alreadyConverted = userStakes[i].alreadyConverted;
          if (timeDiff >= totalDays) {
              conversionAmount = userStakes[i].amount;
              userStakes[i].amount = 0;
              if (lockTime == 90 days) {
                      (conversionAmount *
                          ((stLODE3M - 1e18) +
                              (threeMonthCount * relockStLODE3M) +
                              (sixMonthCount * relockStLODE6M))) /
                      BASE;
              } else if (lockTime == 180 days) {
                      (conversionAmount *
                          ((stLODE6M - 1e18) +
                              (threeMonthCount * relockStLODE3M) +
                              (sixMonthCount * relockStLODE6M))) /
                      BASE;
          } else if (timeDiff < totalDays) {</pre>
              uint256 conversionRatioMantissa = (timeDiff * BASE) /

    totalDays;
              conversionAmount = ((userStakes[i].amount *
amountToTransfer += conversionAmount;
              esLODEStakes[msg.sender][i].alreadyConverted +=
              esLODEStakes[msg.sender][i].amount -= conversionAmount
              if (lockTime == 90 days) {
                      (conversionAmount *
                          ((stLODE3M - 1e18) +
                              (threeMonthCount * relockStLODE3M) +
                              (sixMonthCount * relockStLODE6M))) /
              } else if (lockTime == 180 days) {
                      (conversionAmount *
                          ((stLODE6M - 1e18) +
```

```
(threeMonthCount * relockStLODE3M) +
                                (sixMonthCount * relockStLODE6M))) /
                        BASE:
               }
       stakers[user].lodeAmount += amountToTransfer;
       stakers[user].totalEsLODEStakedByUser -= amountToTransfer;
       if (stLODEAdjustment != 0) {
           stakers[user].stLODEAmount += stLODEAdjustment;
           UserInfo storage userRewards = userInfo[user];
           uint256 _prev = totalSupply();
           updateShares();
               userRewards.amount += uint96(stLODEAdjustment);
               shares += uint96(stLODEAdjustment);
           userRewards.wethRewardsDebt =
               userRewards.wethRewardsDebt +
               int128(uint128(_calculateRewardDebt(accWethPerShare,

    uint96(stLODEAdjustment))));
           _mint(address(this), stLODEAdjustment);
           unchecked {
               if (_prev + stLODEAdjustment != totalSupply()) revert

    DEPOSIT_ERROR();
           }
       }
       esLODE.transfer(address(0), amountToTransfer);
       return conversionAmount;
336 }
```

The convertEsLODEToLODE(address user) function has a user parameter that when used with an account different from msg.sender causes the following

## exploit:

- 1. User1 stakes 1000e18 esLODE and waits 365 days. User1's esLODE tokens are vested at this point.
- 2. User1 creates another wallet, let's call this wallet User2.
- 3. User2 stakes 1000e18 esLODE tokens.
- User1 calls convertEsLODEToLODE(<user2 address>).
- 5. User2 esLODE tokens are converted right away to LODE
- 6. Repeat this process with other wallets to totally bypass the vesting period.

```
USER1(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90) CALLS ---> < contract StakingRewards.stakeEsLODE(1000e18) >
STAKING INFO: User 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90
 365 DAYS LATER...
USER2(0x88C0e901bd1fd1a77BdA342f0d2210fDC71Cef68) CALLS ---> < contract_StakingRewards.stakeEsLODE(1000e18) >
STAKING INFO: User 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90
 STAKING INFO: User 0x88C0e901bd1fd1a77BdA342f0d2210fDC71Cef6B
 lodeAmount -> 0
 threeMonthRelockCount -> 0 sixMonthRelockCount -> 0
USER1(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90) CALLS ---> < contract StakingRewards.convertEsLODEToLODE(user2) >
```

AO:A/AC:L/AX:L/C:N/I:C/A:N/D:N/Y:N/R:N/S:C (10)

## Recommendation:

Ιt is recommended the from the to remove user parameter convertEsLODEToLODE() function perform all the function and logic using msg.sender.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID: aba53cfd19189720cb8c32368176648d6aead960.

4.5 (HAL-05) LODE TOKENS CAN BE PERMANENTLY STUCK IN THE STAKINGREWARDS CONTRACT DUE TO WRONG MINTING/BURNING LOGIC IN STAKE/UNSTAKE LODE FUNCTIONS - CRITICAL(10)

## Commit IDs affected:

- aba53cfd19189720cb8c32368176648d6aead960

## Description:

In the StakingRewards contract, VotingPower is minted every time a user calls stakeLODE() and burnt every time a user calls the unstakeLODE() function.

Although, in the convertEsLODEToLODE() function, when lockTime is different from 10 seconds, VotingPower is also burnt:

lockTime will be different from 10 seconds if:

- 1. User staked LODE with 90 or 180 days lockTime.
- 2. User has not staked LODE yet.

Based on this implementation, the following flow would cause an overflow, not allowing users to unstake their LODE tokens:

- 1. Alice stakes 100 esLODE tokens. She receives 100 VotingPower.
- 2. 1 year later, when the vesting is completed, Alice calls convertEsLODEToLODE() converting those 100 esLODE tokens into 100 LODE tokens. As she hadn't staked any LODE before, her lockTime is 0, entering the if logic mentioned above. This means that her 100 VotingPower is burnt.
- 3. Alice tries to unstake her 100 LODE token, but she can't as it reverts with [FAIL. Reason: Burn amount exceeds voting power]. Contract is incorrectly trying to burn VotingPower that she does not have anymore, as it was already burnt before during the convertEsLODEToLODE() call.

## Proof of Concept:

```
USER1 CALLS ---> < contract esLODE.approve(address(contract StakingRewards), 100e18) >
USER1 CALLS ---> < contract_StakingRewards.stakeEsLODE(100e18) >
  contract_VotingPower.getVotes2(user1) -> 1000000000000000000
365 DAYS LATER...
  USER1 CALLS ---> < contract_StakingRewards.convertEsLODEToLODE() >
 contract VotingPower.getVotes2(user1) -> 0
1 DAY LATER...
STAKING INFO: User 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90
 lodeAmount -> 100000000000000000
  stLODEAmount -> 1000000000000000000000
  startTime -> 0
  lockTime -> 0
  relockStLODEAmount -> 0
  nextStakeId -> 1
  sixMonthRelockCount -> 0
  contract_VotingPower.getVotes2(user1) -> 0
USER1 CALLS ---> < contract StakingRewards.unstakeLODE(1000000000000000000000) >
         └─ ← "Burn amount exceeds voting power"
         ← "Burn amount exceeds voting power"
     "Burn amount exceeds voting power"
Test result: FAILED. 0 passed; 1 failed; finished in 340.37ms
Failing tests:
Encountered 1 failing test in test/foundry/StakingRewards.t.sol:StakingRewardsTests
[FAIL. Reason: Burn amount exceeds voting power] test_2_POC() (gas: 923146)
```

AO:A/AC:L/AX:L/C:N/I:C/A:N/D:C/Y:N/R:N/S:U (10)

Recommendation:

It is recommended to not mint VotingPower when users stake for 10 seconds in the stakeLODE() function. Accordingly, the VotingPower should not be burnt when users unstake with a 0 or 10 lockTime in the unstakeLODE() function.

Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID: b049afc3bf5635250033f03fc9e4684eb332d373.

# 4.6 (HAL-06) UNSTAKELODE FUNCTION MAY REVERT UNDER CERTAIN CONDITIONS AS VOTING POWER IS INCORRECTLY BURNT - CRITICAL(10)

Commit IDs affected:

- b049afc3bf5635250033f03fc9e4684eb332d373

## Description:

During the re-assess of the new code introduced in the Commit ID b049afc3bf5635250033f03fc9e4684eb332d373 a new issue was found in the stakeLODE()-unstakeLODE() functions.

Basically, the following flow would cause a revert Burn amount exceeds voting power during an unstakeLODE() function call:

- 1. Alice stakes 700 esLODE. She receives 700 VotingPower.
- 2. 2 weeks later, Alice calls convertEsLODEToLODE(). She converts 26,8 esLODE into LODE. Her VotingPower is burnt accordingly. She now has 673,2 VotingPower.
- 3. A few weeks later, Alice calls stakeLODE(1500, 10). She receives no voting power as she staked with a lockTime of 10. Although, the lockTime was not updated by the contract properly in the stakeLODE() function:

```
Listing 7: StakingRewards.sol

308 if (stakers[msg.sender].lodeAmount == 0) {
309    stakers[msg.sender].startTime = block.timestamp;
310    stakers[msg.sender].lockTime = lockTime;
311 }
```

When Alice called the stakeLODE() function, as she had previously called convertEsLODEToLODE(), her lodeAmount was >0, hence this code block was not entered.

4. Later on, Alice calls unstakeLODE() but it reverts with a Burn

amount exceeds voting power error. Why does this occurs? Because this code block is entered incorrectly during the unstakeLODE() call (as the lockTime was not properly updated before when she staked):

```
Listing 8: StakingRewards.sol (Line 265)

263 //Adjust voting power

264 if (lockTimePriorToUpdate != 10 seconds) {

265 votingContract.burn(msg.sender, stLODEReduction);

266 }
```

As the contract tries to burn VotingPower that Alice does not have, it reverts, not allowing her to ever unstake her LODE tokens.

## Proof of Concept:

```
USER1 CALLS ---> < contract_esLODE.approve(address(contract_StakingRewards), 700e18) >
USER1 CALLS ---> < contract_StakingRewards.stakeEsLODE(700e18) >
  2 WEEKS LATER...
  contract_VotingPower.getVotes2(user1) -> 70000000000000000000000
USER1 CALLS ---> < contract_StakingRewards.convertEsLODEToLODE() >
  contract_VotingPower.getVotes2(user1) -> 673150684931506849900
4 WEEKS LATER...
USER1 CALLS ---> < contract_LODE.approve(address(contract_StakingRewards), 1500e18) >
  contract_VotingPower.getVotes2(user1) -> 673150684931506849900
USER1 CALLS ---> < contract_StakingRewards.stakeLODE(1500e18, 10) >
  contract_VotingPower.getVotes2(user1) -> 673150684931506849
5 WEEKS LATER...
STAKING INFO: User 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90
lodeAmount -> 1526849315068493150100
  stLODEAmount -> 220000000000000000000000
  startTime -> 3628
lockTime -> 0
  relockStLODEAmount -> 0
  totalEsLODEStakedByUser -> 673150684931506849900
  threeMonthRelockCount -> 0 sixMonthRelockCount -> 0
  contract_VotingPower.getVotes2(user1) -> 673150684931506849900
```

```
USER1 CALLS ---> < contract_StakingRewards.unstakeLODE(1526849315068493150100) >
    — [103596] StakingRewards::unstakeLODE(1526849315068493150100)
         - emit Transfer(from: StakingRewards: [0x68aA7EB59caDfa6a52E5ADd2073969591fB8595E], to: 0x00000
             ← true
         [25755] VotingPower::burn(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90, 115157815725276788033)
           └ ← ()
          [24994] MockERC20::transfer(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90, 1099999999985000000)
           emit Transfer(from: StakingRewards: [0x68aA7EB59caDfa6a52E5ADd2073969591fB8595E], to: 0xE6b3:
          emit RewardsClaimed(user: 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90, reward: 10999999999850000000
        - emit Transfer(from: StakingRewards: [0x68aA7EB59caDfa6a52E5ADd2073969591fB8595E], to: 0x000000000
         [797] VotingPower::burn(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90, 1526849315068493150100)
               "Burn amount exceeds voting power"
        - ← "Burn amount exceeds voting power"
      "Burn amount exceeds voting power"
Test result: FAILED. 0 passed; 1 failed; finished in 7.84ms
Failing tests:
Encountered 1 failing test in test/foundry/StakingRewards.t.sol:StakingRewardsTests
[FAIL. Reason: Burn amount exceeds voting power] test 3 new() (gas: 1050849)
```

AO:A/AC:L/AX:L/C:N/I:C/A:N/D:C/Y:N/R:N/S:U (10)

## Recommendation:

It is recommended to update the lockTime variable when convertEsLODEToLODE () is called and the current lockTime of the user is 0.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID: 97c84d98ef6011507183fcd37570084137b6626b.

## 4.7 (HAL-07) ESLODE TOKENS COULD GET LOCKED PERMANENTLY IN THE STAKINGREWARDS CONTRACT - HIGH (7.5)

## Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, the function convertEsLODEToLODE() could totally lock the esLODE in the contract under certain circumstances.

It was found that the following steps would lock Alice's esLODE permanently in the contract:

- 1. Alice stakes 1000 esLODE.
- 2. On the day 250, Alice calls convertEsLODEToLODE(Alice) receiving 685 LODE tokens.
- 3. 115 days later (day 365), Alice stakes another 1000 esLODE, and then she calls convertEsLODEToLODE(Alice) receiving the remaining 315 LODE tokens. Let's remember, though, that now there is a new stake of another 1000 esLODE tokens.
- 4. 500 days later, Alice calls convertEsLODEToLODE(Alice) but it fails with ERROR: [FAIL. Reason: Arithmetic over/underflow]. Alice's esLODE tokens are now stuck in the StakingRewards contract.

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:H/Y:N/R:N/S:U (7.5)

## Recommendation:

It is recommended to fix the convertEsLODEToLODE() function logic to prevent this Denial of Service situation.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.8 (HAL-08) VOTING POWER CAN BE MANIPULATED WITH A LODE FLASHLOAN AS STARTTIME VARIABLE IS ONLY UPDATED DURING THE INITIAL LOCK - HIGH (7.5)

Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, the function stakeLODE() is used to stake LODE with or without a lock time to earn rewards:

```
if (currentLockTime != 10 seconds && currentLockTime != 0) {
    require(block.timestamp < unlockTime, "StakingRewards:
    Staking period expired");
}

stakeLODEInternal(msg.sender, amount, lockTime);

stakeLODEInternal(msg.sender, amount, lockTime);
</pre>
```

This stakeLODE() function internally calls the stakeLODEInternal() function:

```
Listing 10: StakingRewards.sol (Lines 91-94)
80 function stakeLODEInternal(address staker, uint256 amount, uint256
   lockTime) internal {
       require(LODE.transferFrom(staker, address(this), amount), "

    StakingRewards: Transfer failed");
       uint256 mintAmount = amount;
       if (lockTime == 90 days) {
           mintAmount = (amount * stLODE3M) / 1e18; // Scale the mint
       } else if (lockTime == 180 days) {
           mintAmount = (amount * stLODE6M) / 1e18; // Scale the mint
       }
       if (stakers[staker].lodeAmount == 0) {
           stakers[staker].startTime = block.timestamp;
           stakers[staker].lockTime = lockTime;
       stakers[staker].lodeAmount += amount; // Update LODE staked
       stakers[staker].stLODEAmount += mintAmount; // Update stLODE
       UserInfo storage user = userInfo[staker];
       uint256 _prev = totalSupply();
```

```
updateShares();

unchecked {
    user.amount += uint96(mintAmount);

shares += uint96(mintAmount);

}

user.wethRewardsDebt =
    user.wethRewardsDebt +
    int128(uint128(_calculateRewardDebt(accWethPerShare,
    uint96(mintAmount)));

_mint(address(this), mintAmount);

unchecked {
    if (_prev + mintAmount != totalSupply()) revert
    DEPOSIT_ERROR();

}

emit StakedLODE(staker, amount, lockTime);

22
}
```

Although, the stakeLODEInternal() only updates the stakers[staker]. startTime when the stakers[staker].lodeAmount is equal to 0. Hence, this flaw in the stakeLODEInternal() function logic can be abused to take a flashloan (if it was possible) of LODE, stake it, increase voting power, vote, unstake and repay the flashloan.

AO:A/AC:L/AX:L/C:N/I:H/A:N/D:N/Y:N/R:N/S:U (7.5)

## Recommendation:

It is recommended to always update the stakers[staker].startTime variable every time a user stakes.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue in the following Commit ID.

Commit ID: aba53cfd19189720cb8c32368176648d6aead960.

The VotingPower logic was rebuilt and is now based on the OpenZeppelin Votes contract.

## 4.9 (HAL-09) LODE LOCKING CAN BE BYPASSED ABUSING THE REWARDS SYSTEM - HIGH (7.5)

## Commit IDs affected:

a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

As mentioned in the previous issue, stakers[staker].startTime variable is only updated when the stakers[staker].lodeAmount is equal to 0. Based on this, the following exploit would be possible to get higher rewards without any risk:

- 1. User1 stakes 0.000000001 LODE with a 180 days lock and waits 180 days 1 second.
- 2. User1 stakes 10000 LODE.
- 3. User2 stakes 10000 LODE.
- 4. Both users are generating the same rewards. Although User1 now can unstake his LODE at any given time, User2 needs to wait another 180 days which is not fair for the User2.

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:H/R:N/S:U (7.5)

## Recommendation:

As suggested in the previous issue, always update the stakers[staker]. startTime variable every time a user stakes.

## Remediation Plan:

SOLVED: The Lodestar team solved the issue in the following Commit ID.

## Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

A different mitigation was chosen by Lodestar team. Users will not be able to re-stake if the cutoffTime was reached. This approach does not totally mitigate the issue, although the Lodestar team states that users will be informed of this logic, so it is a fair situation for all the stakers.

## 4.10 (HAL-10) RELOCKING FULL BONUS CAN BE OBTAINED AFTER A 10 SECONDS LOCK - HIGH (7.5)

## Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, the function relock() allows re-staking for boosted rewards. Currently, there are 3 different lock times:

- 10 seconds.
- 90 days.
- 180 days.

Although, the function allows relocking stakes with 10 seconds as lockTime and still applies the bonus multiplier to them. Taking this into account, it would be possible for a user to get higher rewards by relocking 10 seconds lockTime stake than simply staking the LODE tokens for 180 days through the stakeLODE() function.

## Proof of Concept:

```
STAKING INFO: User 0x043aEd06383F290Ee28FA02794Ec7215CA099683
 sixMonthRelockCount -> 1
 contract_StakingRewards.pendingRewards(user1) -> 11022927688000000
 contract_StakingRewards.pendingRewards(user4) -> 5511463844000000
 contract_StakingRewards.pendingRewards(user1) ->
                                               2040827349458298000000
 contract_StakingRewards.pendingRewards(user4)
 contract StakingRewards.pendingRewards(user1) -> 4081643675988908000000
                                               4489801429831186000000
 contract_StakingRewards.pendingRewards(user4) ->
 contract_StakingRewards.pendingRewards(user1) ->
 contract_StakingRewards.pendingRewards(user4)
                                               6734699389014857000000
 contract_StakingRewards.pendingRewards(user1) -> 8163276329050128000000
 contract_StakingRewards.pendingRewards(user4) -> 8979597348198528000
 contract_StakingRewards.pendingRewards(user1) ->
 contract_StakingRewards.pendingRewards(user4) -> 11224495307382199000000
DAY: 180
 contract_StakingRewards.pendingRewards(user1) -> 12244908982111348000000
 contract_StakingRewards.pendingRewards(user4) -> 1346939326656587000000
```

## AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:H/R:N/S:U (7.5)

### Recommendation:

It is recommended to restrict users from relocking when their stakes' lockTime is equal to 10.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.11 (HAL-11) CONVERTESLODETOLODE FUNCTION EXCESSIVELY BURNS VOTING POWER, REVERTING - HIGH (7.5)

## Commit IDs affected:

- b049afc3bf5635250033f03fc9e4684eb332d373

## Description:

In the StakingRewards contract, the function convertEsLODEToLODE() is used to convert the esLODE tokens to LODE with a vesting period of one year. This function performs some calculations and burns VotingPower accordingly after converting the esLODE tokens to LODE. Although, these calculations are done incorrectly and under some scenarios more VotingPower than what the stakes actually has is burnt, reverting. This locks permanently the LODE tokens in the contract, as any unstake/withdraw function calls the convertEsLODEToLODE() function.

## Proof of Concept:

```
USER1 CALLS ---> < contract_esLODE.approve(address(contract_StakingRewards), 6000e18) >
     USER1 CALLS ---> < contract_StakingRewards.stakeLODE(2300e18, 90 days) >
  contract_VotingPower.getVotes2(user1) -> 9220000000000000000000
     USER1 CALLS ---> < contract_LODE.approve(address(contract_StakingRewards), 2700e18) >
contract_VotingPower.getVotes2(user1) -> 92200000000000000000000
     USER1 CALLS ---> < contract_StakingRewards.stakeLODE(2700e18, 90 days) >
  contract_VotingPower.getVotes2(user1) -> 1300000000000000000000000
     USER1 CALLS ---> < contract_StakingRewards.convertEsLODEToLODE() >
  contract VotingPower.getVotes2(user1) -> 10790684931506849316400
     STAKING INFO: User 0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90
    - [25755] VotingPower::burn(0xE6b3367318C5e11a6eED3Cd0D850eC06A02E9b90, 276164383561643836800)
                       | Transfer (170m: Statingheem Us. [goodan/cb94ca1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/25340.1/doi/
                                                                                                                                                                                                                                                         "Burn amount exceeds voting powe
Failing tests:
Encountered 1 failing test in test/foundry/StakingRewards.t.sol:StakingRewardsTests
Fritt Bearon Burn amount exceeds voting power test latestrem() (gas: 1205256)
```

## BVSS:

## AO:A/AC:L/AX:L/C:N/I:N/A:N/D:H/Y:N/R:N/S:U (7.5)

### Recommendation:

It is recommended to correct the convertEsLODEToLODE() function logic, so it does not excessively burn VotingPower, reverting.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : 97c84d98ef6011507183fcd37570084137b6626b.

# 4.12 (HAL-12) STAKERS MAY NOT BE ABLE TO UNSTAKE THEIR LODE TOKENS DUE TO ROUNDING ERROR - HIGH (7.5)

## Commit IDs affected:

- 97c84d98ef6011507183fcd37570084137b6626b

## Description:

The StakingRewards contract performs multiple calculations without using any kind of specific Math library. In Solidity, which is a statically typed language, each variable type has a fixed range of values that it can represent. For instance, an uint8 can represent values between 0 and 255, while an uint256 can represent values between 0 and approximately 10^77.

When it comes to mathematical operations involving fractional numbers, Solidity poses a challenge because it does not natively support floating-point numbers. All numbers in Solidity are considered to be integers. So, when you perform an operation that would ordinarily result in a fractional number, Solidity simply discards the fractional part, leading to precision loss.

For example, if you attempt to calculate 3 / 2 in Solidity, instead of getting 1.5 (the correct answer), you would receive 1 because the fractional part (.5) is discarded. This is an example of precision loss.

To avoid precision loss, we have to be aware of this behavior and implement strategies that take it into account:

- 1. Order of Operations: Always perform multiplication before division because this will help to preserve precision. For example, if you wanted to calculate (3 \* 2) / 2, Solidity would give you the correct answer (3) because the multiplication is performed first.
- 2. Fixed-Point Libraries: Consider using libraries that provide

fixed-point arithmetic, such as the ABDK Math 64.64 library, or the FixedPoint library from OpenZeppelin. These libraries provide functions to work with fractional numbers with a high degree of precision.

- 3. Rounding: If you know you're going to be losing precision and you can't avoid it, consider whether you should be rounding up, rounding down, or rounding to the nearest number, and implement this in your contract.
- 4. Scaling: In many cases, it may be helpful to use a scaling factor. For instance, if you're working with Ether amounts, instead of storing them as Ether, you could store them as Wei (1 Ether = 10^18 Wei). This allows you to work with whole numbers while still keeping track of fractional amounts of Ether.
- 5. SafeMath Library: Use SafeMath library for basic arithmetic operations. This library includes safety checks that prevent overflow and underflow errors.

The StakingRewards contract does not really have any mitigation in place to avoid precision loss. Because of this, it was found through fuzzing that it is possible that users can not unstake their LODE tokens after performing multiple stakeLODE() calls. See Proof of Concept below.

## Proof of Concept:

## Steps:

- 1. LODEStaked; User(0xce...); Amount(1067762960486231292124); LockTime(7776000).
- 2. LODEStaked; User(0xce. . . ); Amount(276120821005269572232); LockTime(7776000).
- 3. LODEStaked; User(0xce. . .); Amount(378398211923089032081); LockTime(7776000).
- 4. Relock; User(0xce...); RelockTime(7776000).

## BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:H/Y:N/R:N/S:U (7.5)

## Recommendation:

It is recommended to make use of the FixedPointMathLib to perform all the Mathematical operations, avoiding precision loss. Adjust the rounding direction accordingly to avoid, for example, in this case, that user. amount can ever be lower than the stLODEReduction calculation.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : 1c15f28d1a71b59262dbd3a5c542159c6091ad49.

4.13 (HAL-13) UPDATEWEEKLYREWARDS FUNCTION DOES NOT GUARANTEE THAT THE STAKINGREWARDS CONTRACT HAS ENOUGH REWARDS FOR ALL THE STAKERS -MEDIUM (5.6)

Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, the function updateWeeklyRewards() is a permissioned function, called by the RewardsRouter to update the weekly rewards:

This updateWeeklyRewards() function is called through the withdrawRewards () function, by a privileged account:

## Listing 12: RewardRouter.sol (Lines 130-132) 78 function withdrawRewards(address[] memory lTokens) external require(WHITELIST.isWhitelisted(msg.sender), "RewardRouter: UNAUTHORIZED"): for (uint256 i = 0; i < 1Tokens.length; i++) { uint256 currentReserves = ICERC20(lTokens[i]). totalReserves(); uint256 previousReserves = PreviousReserves[lTokens[i]]; uint256 withdrawAmount = (delta \* withdrawMantissa) / BASE if (delta == 0 || withdrawAmount == 0) { continue; require(ICERC20(lTokens[i]).\_reduceReserves(withdrawAmount string memory name = ICERC20(lTokens[i]).symbol(); if (compareStrings(name, "lplvGLP") && withdrawAmount < 1</pre> continue; string memory underlyingSymbol; uint256 minAmountOut; if (!compareStrings(name, "lETH")) { underlying = IERC20Extended(ICERC20(lTokens[i]). underlying());

```
underlyingSymbol = underlying.symbol();
              if (!compareStrings(underlyingSymbol, "plvGLP")) {
                  minAmountOut = Swap.getMinimumSwapAmountOut(
                      underlying,
                      IERC20Extended(address(WETH)),
                      withdrawAmount.
                  );
              }
          }
              compareStrings(underlyingSymbol, "USDC") ||
              compareStrings(underlyingSymbol, "USDT") ||
              compareStrings(underlyingSymbol, "DAI") ||
              compareStrings(underlyingSymbol, "WBTC") ||
              compareStrings(underlyingSymbol, "ARB") ||
          ) {
              Swap.swapThroughUniswap(address(underlying), address(

    WETH), withdrawAmount, minAmountOut);
          } else if (compareStrings(underlyingSymbol, "MAGIC") ||
Swap.swapThroughSushiswap(address(underlying), address
} else if (compareStrings(underlyingSymbol, "FRAX")) {
              Swap.swapThroughFraxswap(address(underlying), address(

    WETH), withdrawAmount, minAmountOut);

          } else if (compareStrings(underlyingSymbol, "plvGLP")) {
              Swap.unwindPlutusPosition();
          } else {
              uint256 ethBalance = address(this).balance;
              Swap.wrapEther(ethBalance);
          uint256 newReserves = ICERC20(lTokens[i]).totalReserves();
          PreviousReserves[lTokens[i]] = newReserves;
      }
       uint256 wethBalance = WETH.balanceOf(address(this));
       require(WETH.transferFrom(address(this), DISTRIBUTOR,
wethBalance), "RewardRouter: WETH Transfer Failed.");
       StakingRewardsInterface(DISTRIBUTOR).updateWeeklyRewards(

  wethBalance);
       emit RewardsDistributed(wethBalance, block.timestamp);
134 }
```

The RewardsRouter sends the WETH to the StakingRewards contract, and the StakingRewards contract adjusts the wethPerSecond state variable accordingly. At this point, the contract "assumes" that every week that amount of WETH will be distributed. Although nothing guarantees that this function will be called with a frequency lower than 7 days.

If the privileged user takes longer than 1 week to call the RewardsRouter.withdrawRewards() function, it is entirely possible that the StakingRewards contract becomes insolvent and users cannot claim their WETH rewards. This situation would always occur if all the stakers claimed their rewards during that week period.

## BVSS:

AO:A/AC:L/AX:L/C:N/I:M/A:N/D:N/Y:L/R:N/S:U (5.6)

## Recommendation:

It is recommended to guarantee that the RewardsRouter.withdrawRewards() function is called often enough. Consider also sending some extra WETH to the RewardsRouter contract.

## Remediation Plan:

**SOLVED:** The Lodestar team states that this is known and that they will call this function periodically and will never take longer than 1 week to call it. Moreover, they mention that the contract will also have always more WETH rewards than the one sent through the withdrawRewards() function to account for possible precision loss.

## 4.14 (HAL-14) CALLING STAKINGREWARDS.UPDATEVOTINGCONTRACT FUNCTION CAN BREAK THE STAKINGREWARDS CONTRACT - MEDIUM (5.0)

Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

The StakingRewards contract implements the function \_updateVotingContract () that can be called by the contract owner to update the VotingPower contract address:

```
Listing 13: StakingRewards.sol (Line 992)

986 /**

987 * @notice Admin function to update the voting power contract

988 * @dev Can only be called by contract owner

989 */

990 function _updateVotingContract(address _votingContract) external

$\delta$ onlyOwner {

991     require(_votingContract != address(0), "StakingRewards:

$\delta$ Invalid Voting Contract");

992     votingContract = IVotingPower(_votingContract);

993     emit VotingContractUpdated(address(votingContract));

994 }
```

Although, if this function was called and in the new VotingPower contract the users did not have the same amount of \_votingPower a Denial of Service would be caused in the StakingRewards contract blocking all the stakes/unstake/emergency withdraw operations and hence, blocking all the funds in the contract.

AO:A/AC:L/AX:L/C:N/I:M/A:N/D:N/Y:N/R:N/S:U (5.0)

## Recommendation:

It is recommended to remove the <u>\_updateVotingContract()</u> function. Consider also making the <u>VotingPower</u> contract upgradeable in case that new functionality has to be added.

## Remediation Plan:

**SOLVED:** The Lodestar team partially solved the issue by making the VotingPower contract upgradeable.

Commit ID: 1c15f28d1a71b59262dbd3a5c542159c6091ad49.

## 4.15 (HAL-15) POSSIBLE DENIAL OF SERVICE BY REACHING BLOCK GAS LIMIT WHEN CALLING CONVERTESLODETOLODE FUNCTION - MEDIUM (5.0)

Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, every time esLODE is staked, a Stake struct is pushed into the esLODEStakes array:

```
Listing 14: StakingRewards.sol (Line 138)

124 /**
125 * @notice Stake esLODE tokens to earn rewards
126 * @param amount the amount the user wishes to stake (denom. in
L, wei)
127 */
128 function stakeEsLODE(uint256 amount) external whenNotPaused
L, nonReentrant {
129     require(esLODE.balanceOf(msg.sender) >= amount, "
L, StakingRewards: Insufficient balance");
130     require(amount > 0, "StakingRewards: Invalid amount");
131     stakeEsLODEInternal(amount);
132     }
133
134 function stakeEsLODEInternal(uint256 amount) internal {
135     require(esLODE.transferFrom(msg.sender, address(this), amount)
L, "StakingRewards: Transfer failed");
136     stakers[msg.sender].nextStakeId += 1;
137
138     esLODEStakes[msg.sender].push(Stake({amount: amount, startTimestamp: block.timestamp, alreadyConverted: 0}));
139
140     stakers[msg.sender].totalEsLODEStakedByUser += amount; //
L, Update total EsLODE staked by user
141     stakers[msg.sender].stLODEAmount += amount;
```

```
UserInfo storage user = userInfo[msg.sender];
       uint256 _prev = totalSupply();
       updateShares();
           user.amount += uint96(amount);
           shares += uint96(amount);
       user.wethRewardsDebt =
           int128(uint128(_calculateRewardDebt(accWethPerShare,

    uint96(amount)));

       _mint(address(this), amount);
           if (_prev + amount != totalSupply()) revert DEPOSIT_ERROR
↳ ();
       emit StakedEsLODE(msg.sender, amount);
167 }
```

This esLODEStakes array is never decremented and is iterated over by the convertEsLODEToLODE() function. The size of esLODEStakes array is never limited, and any user can perform as many esLODE stakes as they wish.

This means that eventually this array could be large enough to cause reach the block gas limit when calling the convertEsLODEToLODE() function, locking permanently the esLODE tokens in the contract.

BVSS:

AO:A/AC:L/AX:L/C:N/I:M/A:N/D:N/Y:N/R:N/S:U (5.0)

## Recommendation:

It is recommended to limit the size of the esLODEStakes array to a max. value. On the other hand, it is recommended to pop from the esLODEStakes array every time a Stake has been full converted to LODE tokens.

## Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID: 1c15f28d1a71b59262dbd3a5c542159c6091ad49.

## 4.16 (HAL-16) UPDATESHARES IS NOT CALLED IN CERTAIN CASES IN THE RELOCK FUNCTION - MEDIUM (5.0)

## Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

## Description:

In the StakingRewards contract, every time shares are updated the updateShares() function should be called:

This call is also necessary to update the accWethPerShare and lastRewardSecond state variables. Although, the updateShares()

function is not called properly in the relock() function, in the
if (stLODEAdjustment >= relockStLODEAmount) code block.

This could lead to wrong WETH rewards calculations.

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:M/A:N/D:N/Y:N/R:N/S:U (5.0)

#### Recommendation:

It is recommended to call the updateShares() function in the if (stLODEAdjustment >= relockStLODEAmount) code block.

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.17 (HAL-17) STATE VARIABLES MISSING IMMUTABLE MODIFIER - INFORMATIONAL (0.0)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

The immutable keyword was added to Solidity in 0.6.5. State variables can be marked immutable which causes them to be read-only, but only assignable in the constructor. The following state variables are missing the immutable modifier:

#### LodestarHandler.sol

- Line 11: StakingRewardsInterface public STAKING;

#### TokenClaim.sol

- Line 11: address public admin;

#### VotingPower.sol

- Line 16: IStakingRewards public stakingRewards;

- Line 17: uint256 public votingStartTimestamp;

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:N/R:N/S:C (0.0)

#### Recommendation:

It is recommended to add the immutable modifier to the state variables mentioned.

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.18 (HAL-18) STATE VARIABLES MISSING CONSTANT MODIFIER - INFORMATIONAL (0.0)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

State variables can be declared as constant or immutable. In both cases, the variables cannot be modified after the contract has been constructed. For constant variables, the value has to be fixed at compile-time, while for immutable, it can still be assigned at construction time. The following state variable is missing the constant modifier:

#### StakingConstants.sol

- Line 51: bool public lockCanceled;

(Consider removing this state variable as it is not used anywhere in the code)

#### VotingPower.sol

- Line 18: uint256 public votingPeriod = 1 weeks;

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:N/R:N/S:C (0.0)

#### Recommendation:

It is recommended to add the constant modifier to the state variables mentioned.

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

Commit ID : aba53cfd19189720cb8c32368176648d6aead960.

# 4.19 (HAL-19) STRUCTS DO NOT FOLLOW THE TIGHT VARIABLE PACKING PATTERN - INFORMATIONAL (0.0)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

In Solidity, data type packing within struct variables is a recommended practice to optimize gas usage and efficiency in smart contracts. This concept, called tight packing, can effectively save storage costs when implemented correctly.

This technique leverages the fact that Ethereum's storage model stores variables in slots, with each slot offering a capacity of 32 bytes. When data types that consume less than 32 bytes, such as uint8, bool, or address, are declared individually, each occupies a whole storage slot. However, when these smaller variables are grouped into a struct, they can share a storage slot, resulting in a significant reduction in storage requirements and, by extension, gas costs.

Despite these benefits, packing variables in structs requires caution and should be performed understanding its implications:

- Ordering Matters: The variables should be ordered from largest to smallest to utilize the storage space optimally. Incorrect ordering could lead to unused space within the storage slots.
- Explicit Type Sizes: It's recommended to use explicit type sizes (like uint8, uint16, uint32) over int256 and uint256.
- Potential Overflow: Be aware of potential overflows when using smaller integer types.

Code Location:

StakingContract.sol

```
Listing 16: StakingContract.sol

9 struct Stake {
10    uint256 amount;
11    uint256 startTimestamp;
12    uint256 alreadyConverted;
13 }
14
15 struct StakingInfo {
16    uint256 lodeAmount;
17    uint256 stLODEAmount;
18    uint256 startTime;
19    uint256 lockTime;
20    uint256 relockStLODEAmount;
21    uint256 nextStakeId;
22    uint256 totalEsLODEStakedByUser;
23    uint256 threeMonthRelockCount;
24    uint256 sixMonthRelockCount;
25 }
```

#### References:

Tight Variable Packing

BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:N/R:N/S:U (0.0)

#### Recommendation:

To optimize gas consumption and smart contract efficiency, it is recommended to pack smaller data types into structs, keeping in mind to order variables from largest to smallest, use explicit type sizes, and be wary of potential overflows when using smaller integer types.

Remediation Plan:

ACKNOWLEDGED: The Lodestar team acknowledged this.

## 4.20 (HAL-20) FLOATING PRAGMA - INFORMATIONAL (0.0)

#### Commit IDs affected:

- a21ecb23a4308c2602ac63ee86d576f78d73c6e6

#### Description:

Contracts should be deployed with the same compiler version and flags used during development and testing. Locking the pragma helps to ensure that contracts do not accidentally get deployed using another pragma. For example, an outdated pragma version might introduce bugs that affect the contract system negatively.

#### Code Location:

Most of the contracts in the repository are using the pragma solidity ^0.8.0; floating pragma.

#### BVSS:

AO:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:N/R:F/S:C (0.0)

#### Recommendation:

Consider locking the pragma version in the smart contracts. It is not recommended to use a floating pragma in production.

For example: pragma solidity 0.8.19;

#### Remediation Plan:

**SOLVED:** The Lodestar team solved the issue by implementing the recommended solution.

## RECOMMENDATIONS OVERVIEW

- Reset the stakers[msg.sender].totalEsLODEStakedByUser storage to 0 after the withdrawEsLODE() call in the StakingRewards contract.
- 2. Set the minimum stake period to one week or simply do not assign any voting power to users, which lockTime is set only to 10 seconds in the StakingRewards contract.
- 3. Either rebuild from scratch the delegating logic or otherwise remove it in the VotingPower contract.
- 4. Remove the user parameter from the convertEsLODEToLODE() function, and perform all the function logic using msg.sender in the StakingRewards contract.
- 5. Do not mint VotingPower when users stake for 10 seconds in the stakeLODE() function. Accordingly, the VotingPower should not be burnt when users unstake with a 0 or 10 lockTime in the unstakeLODE() function.
- 6. Update the lockTime variable when convertEsLODEToLODE() is called and the current lockTime of the user is 0.
- 7. Fix the convertEsLODEToLODE() function logic to prevent that esLODE tokens from getting stuck in the StakingRewards contract.
- 8. Always update the stakers[staker].startTime variable every time a user stakes in the StakingRewards contract.
- 9. Restrict users from relocking when their stakes' lockTime is equal to 10 in the StakingRewards contract.
- 10. Correct the convertEsLODEToLODE() function logic, so it does not excessively burn VotingPower, reverting.
- 11. Make use of the FixedPointMathLib to perform all the Mathematical operations in the StakingRewards contract to avoid precision loss. Adjust the rounding direction accordingly.
- 12. Make sure that the RewardsRouter.withdrawRewards() function is called often enough. Consider also sending some extra WETH to the RewardsRouter contract.
- 13. Remove the \_updateVotingContract() function from the StakingRewards contract. Consider also making the VotingPower contract upgradeable in case that new functionality has to be added.
- 14. Limit the size of the esLODEStakes array to a max. value. On the other hand, it is recommended to pop from the esLODEStakes array every time a Stake has been full converted to LODE tokens in the StakingRewards contract.

- 15. Call the updateShares() function in the if (stLODEAdjustment >=
   relockStLODEAmount) code block
- 16. Add the immutable modifier to the state variables mentioned.
- 17. Add the constant modifier to the state variables mentioned.
- 18. Consider packing smaller data types into structs, keeping in mind to order variables from largest to smallest, use explicit type sizes, and be wary of potential overflows when using smaller integer types.
- 19. Lock the pragma version in all the smart contracts.

## FUZZ TESTING

Fuzz testing is a testing technique that involves sending randomly generated or mutated inputs to a target system to identify unexpected behavior or vulnerabilities. In the context of smart contract assessment, fuzz testing can help identify potential security issues by exposing the smart contracts to a wide range of inputs that they may not have been designed to handle.

In this assessment, we conducted comprehensive fuzzing tests on the StakingRewards contract to assess its resilience to unexpected inputs. Our goal was to identify any potential vulnerabilities or flaws that could be exploited by an attacker or any wrong or unintended logic.

The following section provides a detailed description of the fuzzing methodology we used and the tools we employed. We believe that this information will be useful in helping the development team to understand and address the identified vulnerabilities, thereby improving the overall security posture of the smart contract.

Foundry is a smart contract development toolchain, and it was used to perform all the fuzz testing.

#### 6.1 FUZZ TESTING SCRIPTS

In order to perform the fuzz testing, 5 different files were created:

- Fuzzer.t.sol: Implements the core logic of the fuzzer.
- FuzzHelper.t.sol: Implements all the wrappers used to call the different functions in the protocol. The whole project deployment is also defined in this file.
- FuzzProperties.t.sol: Implements all the functions used to test different properties/invariants.
- FuzzRandomizer.t.sol: Contract used to generate random numbers.
- FuzzStorage.t.sol: Contract used to hold the storage of the fuzzer.

These files were pushed to the following repository: Halborn\_LodestarStaking\_Fuzzer

#### 6.2 SETUP INSTRUCTIONS

To run the fuzzer a single run:

To run the fuzzer with 10 runs:

### AUTOMATED TESTING

#### 7.1 STATIC ANALYSIS REPORT

#### Description:

Halborn used automated testing techniques to enhance the coverage of certain areas of the smart contracts in scope. Among the tools used was Slither, a Solidity static analysis framework. After Halborn verified the smart contracts in the repository and was able to compile them correctly into their ABIS and binary format, Slither was run against the contracts. This tool can statically verify mathematical relationships between Solidity variables to detect invalid or inconsistent usage of the contracts' APIs across the entire code-base.

#### Slither results:

```
StakingRewards.sol
```

```
Reference: https://gituub.com/ryticsitumpunitariosco.
IMD6Obetecore:
Pragma version*0.8.0 (contracts/StakingMemords.sol8) allows old versions
Reference: https://github.com/crytic/silther/wiki/Detector-Documentation#incorrect-versions-of-solidity
TokenClaim.sol
```

# ### Processor | Pr

- All the reentrancies flagged by Slither were checked individually and are false positives.
- All the unprotected initialize issues flagged by Slither were checked individually and are false positives.
- Double entry token issue flagged by Slither in the RewardsRouter. withdraw() function can also be considered a false positive.
- The unchecked transfers flagged by Slither can also be ignored, as the tokens used here are known: LODE & esLODE.
- No major issues found by Slither.

#### 7.2 AUTOMATED SECURITY SCAN

#### Description:

Halborn used automated security scanners to assist with detection of well-known security issues and to identify low-hanging fruits on the targets for this engagement. Among the tools used was MythX, a security analysis service for Ethereum smart contracts. MythX performed a scan on the smart contracts and sent the compiled results to the analyzers to locate any vulnerabilities.

#### MythX results:

#### esLODE.sol

Line	SWC Title	Severity	Short Description
2	(SWC-103) Floating Pragma	Low	A floating pragma is set.

#### LodestarHandler.sol

Line	SWC Title	Severity	Short Description
13	(SWC-108) State Variable Default Visibility	Low	State variable visibility is not set.

#### RewardRouter.sol

Line	SWC Title	Severity	Short Description
2	(SWC-103) Floating Pragma	Low	A floating pragma is set.

#### StakingRewards.sol

Line	SWC Title	Severity	Short Description
3	(SWC-103) Floating Pragma	Low	A floating pragma is set.
81	(SWC-123) Requirement Violation	Low	Requirement violation.
129	(SWC-123) Requirement Violation	Low	Requirement violation.
574	(SWC-116) Timestamp Dependence	Low	A control flow decision is made based on The block.timestamp environment variable.
635	(SWC-116) Timestamp Dependence	Low	A control flow decision is made based on The block.timestamp environment variable.

#### TokenClaim.sol

Line	SWC Title	Severity	Short Description
2	(SWC-103) Floating Pragma	Low	A floating pragma is set.

#### VotingPower.sol

Line	SWC Title	Severity	Short Description
2	(SWC-103) Floating Pragma	Low	A floating pragma is set.

- Floating pragma was correctly flagged by MythX.
- MythX flagged some requirement violations, which were all considered to be false positives.
- No major issues were found by MythX.

THANK YOU FOR CHOOSING

