

# SMART CONTRACT AUDIT REPORT

for

LEGENDS NEVER DIE

Prepared By: Yiqun Chen

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# Contact

For more information about this document and its contents, please contact PeckShield Inc.

| Name  | Yiqun Chen             |
|-------|------------------------|
| Phone | +86 183 5897 7782      |
| Email | contact@peckshield.com |

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# 1 Introduction

Given the opportunity to review the Legends Never Die design document and related smart contract source code, we outline in the report our systematic approach to evaluate potential security issues in the smart contract implementation, expose possible semantic inconsistencies between smart contract code and design document, and provide additional suggestions or recommendations for improvement. Our results show that the given version of smart contracts can be further improved due to the presence of several issues related to either security or performance. This document outlines our audit results.

## 1.1 About Legends Never Die

The Legends Never Die project is a multi-dapp ecosystem that can be broken down into various courses, including Hyper Legend, Referral, Pools, Bridge, Auction Lobby, Legend Vault, Liquidity Mining, and Legend DAO.

The basic information of Legends Never Die is as follows:

| Item                | Description                 |
|---------------------|-----------------------------|
| Name                | Legends Never Die           |
| Website             | https://legendsneverdie.ae/ |
| Туре                | BEP20 Smart Contract        |
| Platform            | Solidity                    |
| Audit Method        | Whitebox                    |
| Latest Audit Report | August 24, 2021             |

Table 1.1: Basic Information of Legends Never Die

In the following, we show the Git repositories of reviewed files and the commit hash values used in this audit.

- https://github.com/mygittab/CurrySwap-Food-Vault-and-Liquidity-Mining-contracts (5df033f)
- https://github.com/mygittab/CurrySwap-Auction-lobby-Contract (b70edc2)

And here are the commit IDs after fixes for the issues found in the audit have been checked in:

- https://github.com/mygittab/LegendsNeverDie-MasterVault-SmartContract (d402b54)
- https://github.com/mygittab/LegendsNeverDie-AuctionLobby-SmartContract (96621bc)

#### 1.2 About PeckShield

PeckShield Inc. [10] is a leading blockchain security company with the goal of elevating the security, privacy, and usability of current blockchain ecosystems by offering top-notch, industry-leading services and products (including the service of smart contract auditing). We are reachable at Telegram (https://t.me/peckshield), Twitter (http://twitter.com/peckshield), or Email (contact@peckshield.com).



Table 1.2: Vulnerability Severity Classification

# 1.3 Methodology

To standardize the evaluation, we define the following terminology based on the OWASP Risk Rating Methodology [9]:

- <u>Likelihood</u> represents how likely a particular vulnerability is to be uncovered and exploited in the wild;
- Impact measures the technical loss and business damage of a successful attack;
- Severity demonstrates the overall criticality of the risk.

Likelihood and impact are categorized into three ratings: *H*, *M* and *L*, i.e., *high*, *medium* and *low* respectively. Severity is determined by likelihood and impact and can be classified into four categories accordingly, i.e., *Critical*, *High*, *Medium*, *Low* shown in Table 1.2.

Table 1.3: The Full Audit Checklist

| Category                    | Checklist Items                           |  |  |
|-----------------------------|---|--|--|
|                             | Constructor Mismatch                      |  |  |
|                             | Ownership Takeover                        |  |  |
|                             | Redundant Fallback Function               |  |  |
|                             | Overflows & Underflows                    |  |  |
|                             | Reentrancy                                |  |  |
|                             | Money-Giving Bug                          |  |  |
|                             | Blackhole                                 |  |  |
|                             | Unauthorized Self-Destruct                |  |  |
| Basic Coding Bugs           | Revert DoS                                |  |  |
| Dasic Couling Dugs          | Unchecked External Call                   |  |  |
|                             | Gasless Send                              |  |  |
|                             | Send Instead Of Transfer                  |  |  |
|                             | Costly Loop                               |  |  |
|                             | (Unsafe) Use Of Untrusted Libraries       |  |  |
|                             | (Unsafe) Use Of Predictable Variables     |  |  |
|                             | Transaction Ordering Dependence           |  |  |
|                             | Deprecated Uses                           |  |  |
| Semantic Consistency Checks | Semantic Consistency Checks               |  |  |
|                             | Business Logics Review                    |  |  |
|                             | Functionality Checks                      |  |  |
|                             | Authentication Management                 |  |  |
|                             | Access Control & Authorization            |  |  |
|                             | Oracle Security                           |  |  |
| Advanced DeFi Scrutiny      | Digital Asset Escrow                      |  |  |
| Advanced Ber i Scruting     | Kill-Switch Mechanism                     |  |  |
|                             | Operation Trails & Event Generation       |  |  |
|                             | ERC20 Idiosyncrasies Handling             |  |  |
|                             | Frontend-Contract Integration             |  |  |
|                             | Deployment Consistency                    |  |  |
|                             | Holistic Risk Management                  |  |  |
|                             | Avoiding Use of Variadic Byte Array       |  |  |
|                             | Using Fixed Compiler Version              |  |  |
| Additional Recommendations  | Making Visibility Level Explicit          |  |  |
|                             | Making Type Inference Explicit            |  |  |
|                             | Adhering To Function Declaration Strictly |  |  |
|                             | Following Other Best Practices            |  |  |

To evaluate the risk, we go through a checklist of items and each would be labeled with a severity category. For one check item, if our tool or analysis does not identify any issue, the contract is considered safe regarding the check item. For any discovered issue, we might further deploy contracts on our private testnet and run tests to confirm the findings. If necessary, we would additionally build a PoC to demonstrate the possibility of exploitation. The concrete list of check items is shown in Table 1.3.

In particular, we perform the audit according to the following procedure:

- <u>Basic Coding Bugs</u>: We first statically analyze given smart contracts with our proprietary static code analyzer for known coding bugs, and then manually verify (reject or confirm) all the issues found by our tool.
- <u>Semantic Consistency Checks</u>: We then manually check the logic of implemented smart contracts and compare with the description in the white paper.
- Advanced DeFi Scrutiny: We further review business logics, examine system operations, and place DeFi-related aspects under scrutiny to uncover possible pitfalls and/or bugs.
- Additional Recommendations: We also provide additional suggestions regarding the coding and development of smart contracts from the perspective of proven programming practices.

To better describe each issue we identified, we categorize the findings with Common Weakness Enumeration (CWE-699) [8], which is a community-developed list of software weakness types to better delineate and organize weaknesses around concepts frequently encountered in software development. Though some categories used in CWE-699 may not be relevant in smart contracts, we use the CWE categories in Table 1.4 to classify our findings. Moreover, in case there is an issue that may affect an active protocol that has been deployed, the public version of this report may omit such issue, but will be amended with full details right after the affected protocol is upgraded with respective fixes.

Table 1.4: Common Weakness Enumeration (CWE) Classifications Used in This Audit

| Category                   | Summary   |  |  |
|----------------------------|---|--|--|
| Configuration              | Weaknesses in this category are typically introduced during   |  |  |
|                            | the configuration of the software.  |  |  |
| Data Processing Issues     | Weaknesses in this category are typically found in functional-                                      |  |  |
|                            | ity that processes data.  |  |  |
| Numeric Errors             | Weaknesses in this category are related to improper calcula-  |  |  |
|                            | tion or conversion of numbers.  |  |  |
| Security Features          | Weaknesses in this category are concerned with topics like  |  |  |
|                            | authentication, access control, confidentiality, cryptography,                                      |  |  |
|                            | and privilege management. (Software security is not security  |  |  |
|                            | software.)  |  |  |
| Time and State             | Weaknesses in this category are related to the improper man-  |  |  |
|                            | agement of time and state in an environment that supports   |  |  |
|                            | simultaneous or near-simultaneous computation by multiple   |  |  |
| 5 C IV                     | systems, processes, or threads.   |  |  |
| Error Conditions,          | Weaknesses in this category include weaknesses that occur if  |  |  |
| Return Values,             | a function does not generate the correct return/status code,  |  |  |
| Status Codes               | or if the application does not handle all possible return/status                                    |  |  |
| Describe Management        | codes that could be generated by a function.  |  |  |
| Resource Management        | Weaknesses in this category are related to improper manage  |  |  |
| Behavioral Issues          | ment of system resources.   |  |  |
| Denavioral issues          | Weaknesses in this category are related to unexpected behaviors from code that an application uses. |  |  |
| Business Logic             | Weaknesses in this category identify some of the underlying   |  |  |
| Dusilless Logic            | problems that commonly allow attackers to manipulate the  |  |  |
|                            | business logic of an application. Errors in business logic can                                      |  |  |
|                            | be devastating to an entire application.  |  |  |
| Initialization and Cleanup | Weaknesses in this category occur in behaviors that are used  |  |  |
| mitialization and Cicanap  | for initialization and breakdown.   |  |  |
| Arguments and Parameters   | Weaknesses in this category are related to improper use of  |  |  |
| Barrieros aria i aramieses | arguments or parameters within function calls.  |  |  |
| Expression Issues          | Weaknesses in this category are related to incorrectly written                                      |  |  |
| ,                          | expressions within code.  |  |  |
| Coding Practices           | Weaknesses in this category are related to coding practices   |  |  |
| 3                          | that are deemed unsafe and increase the chances that an ex-   |  |  |
|                            | ploitable vulnerability will be present in the application. They                                    |  |  |
|                            | may not directly introduce a vulnerability, but indicate the  |  |  |
|                            | product has not been carefully developed or maintained.   |  |  |

#### 1.4 Disclaimer

Note that this security audit is not designed to replace functional tests required before any software release, and does not give any warranties on finding all possible security issues of the given smart contract(s) or blockchain software, i.e., the evaluation result does not guarantee the nonexistence of any further findings of security issues. As one audit-based assessment cannot be considered comprehensive, we always recommend proceeding with several independent audits and a public bug bounty program to ensure the security of smart contract(s). Last but not least, this security audit should not be used as investment advice.



# 2 | Findings

## 2.1 Summary

Here is a summary of our findings after analyzing the implementation of the Legends Never Die protocol. During the first phase of our audit, we study the smart contract source code and run our in-house static code analyzer through the codebase. The purpose here is to statically identify known coding bugs, and then manually verify (reject or confirm) issues reported by our tool. We further manually review business logic, examine system operations, and place DeFi-related aspects under scrutiny to uncover possible pitfalls and/or bugs.

| Severity      | # of Findings |  |
|---------------|---------------|--|
| Critical      | 0             |  |
| High          | 2             |  |
| Medium        | 2             |  |
| Low           | 3             |  |
| Informational | 1             |  |
| Total         | 8             |  |

We have so far identified a list of potential issues: some of them involve subtle corner cases that might not be previously thought of, while others refer to unusual interactions among multiple contracts. For each uncovered issue, we have therefore developed test cases for reasoning, reproduction, and/or verification. After further analysis and internal discussion, we determined a few issues of varying severities need to be brought up and paid more attention to, which are categorized in the above table. More information can be found in the next subsection, and the detailed discussions of each of them are in Section 3.

## 2.2 Key Findings

Overall, these smart contracts are well-designed and engineered, though the implementation can be improved by resolving the identified issues (shown in Table 2.1), including 2 high-severity vulnerabilities, 2 medium-severity vulnerabilities, 3 low-severity vulnerabilities, and 1 informational recommendation.

| ID      | Severity      | Title  | Category          | Status    |
|---------|---------------|--|-------------------|-----------|
| PVE-001 | High          | Business Logic Error in _claimWeekly()                     | Business Logic    | Fixed     |
| PVE-002 | High          | Business Logic Error in _claimYearlyReward()               | Business Logic    | Fixed     |
| PVE-003 | Medium        | Business Logic Error in getOfferingTo-<br>kens()           | Business Logic    | Confirmed |
| PVE-004 | Medium        | Improved Handling of Corner Cases in _getPreviousBalance() | Coding Practices  | Fixed     |
| PVE-005 | Informational | Improved Handling of Corner Cases in _add()                | Coding Practices  | Fixed     |
| PVE-006 | Low           | Unfair Token Yearly Reward Mechanism                       | Business Logic    | Confirmed |
| PVE-007 | Low           | Accommodation Of Possible Non-<br>Compliant ERC20 Tokens   | Coding Practices  | Fixed     |
| PVE-008 | Low           | Assumed Trust on Admin Keys                                | Security Features | Confirmed |

Table 2.1: Key Legends Never Die Audit Findings

Beside the identified issues, we emphasize that for any user-facing applications and services, it is always important to develop necessary risk-control mechanisms and make contingency plans, which may need to be exercised before the mainnet deployment. The risk-control mechanisms should kick in at the very moment when the contracts are being deployed on mainnet. Please refer to Section 3 for details.

# 3 Detailed Results

# 3.1 Business Logic Error in claimWeekly()

• ID: PVE-001

Severity: High

• Likelihood: High

• Impact: Medium

• Target: MasterVault

• Category: Business Logics [7]

• CWE subcategory: CWE-841 [4]

#### Description

In Legends Never Die, the users can stake their LND tokens into Legend vault and will get BNB-ETH plus BEP20 tokens as rewards. There are two kinds of rewards: weekly rewards and yearly rewards. Weekly rewards are rewards that can be claimed after each week while yearly rewards are rewards that can be claimed after the auction lobby is over. When reviewing the implementation of the MasterVault contract, we notice that the claimWeekly() function has a business logic error which could allow users to claim more rewards than they deserve.

In the following, we show the related external function claimWeekly() that is designed to allow the staker to claim the weekly rewards.

```
354
        function claimWeekly(uint256 _vid) external nonReentrant returns (uint256
            returnAmount, uint256 rewardAmount) {
355
             // returnAmount = _claim(_vid, _msgSender());
356
             VaultInfo storage vault = vaultInfo[_vid];
357
             UserInfo storage user = userInfo[_vid][_msgSender()];
358
359
             require(((vault.start < block.number) && (vault.stop < block.number)), "Vault is</pre>
                  not started or ended");
360
             require(!user.claimed, "Tokens already claimed");
361
362
             (returnAmount, rewardAmount) = _claimWeekly(vault, user, _vid, _msgSender());
363
364
             if (returnAmount > 0) {
365
                 //send tokens to user
366
                 offeringToken.safeTransfer(_msgSender(), returnAmount);
```

Listing 3.1: MasterVault::claimWeekly()

The internal function \_claimWeekly() (line 362) calculates the amounts of the specified \_vid (week) rewards for the msg.sender. However, if the msg.sender did not stake any LND tokens into the Legend vault on this specified \_vid, the value of userBalance (lines 385) should take from the previous vault with userBalance greater than 0 instead of from the latest vault into which the msg.sender staked. The reason is that the msg.sender may stake some LND tokens into the Legend vault several weeks after this specified \_vid (week) and then claim weekly rewards for this specified \_vid. By doing so, the msg.sender can claim more rewards than deserved because the wrong userBalance is used to calculate the rewards share.

```
function _claimWeekly(
375
376
             VaultInfo storage vault,
377
             UserInfo storage user,
378
             uint256 _vid,
379
             address _recipient
380
         ) internal returns (uint256 returnAmount, uint256 rewardAmount) {
381
             // calculation how BNB ETH will be sent to user
382
383
             uint256 userBalance = user.balance;
384
             if (userBalance == 0) {
385
                 userBalance = userInfo[stakedInfoUser[_recipient].lastStakeIndex][_recipient
                     ].balance;
386
             }
387
388
             uint256 vaultTotalBalance = vault.totalBalanceStored;
389
             if (vaultTotalBalance == 0) {
390
391
                 vaultTotalBalance = _getPreviousBalanceStored(_vid);
392
```

Listing 3.2: MasterVault::\_claimWeekly()

Recommendation The value of userBalance (lines 385) should take from the previous vault with userBalance greater than 0 instead of from the latest vault which the msg.sender staked into.

**Status** The issue has been fixed by this commit: 1133386.

# 3.2 Business Logic Error in claimYearlyReward()

ID: PVE-002

• Severity: High

Likelihood: High

• Impact: High

• Target: MasterVault

• Category: Business Logics [7]

• CWE subcategory: CWE-841 [4]

#### Description

As mentioned in Section 3.1, besides weekly rewards, the Legends Never Die users can also claim yearly rewards after the auction lobby is over. When reviewing the implementation of the MasterVault contract, we notice that the \_claimYearlyReward() function has a business logic error which may make users unable to get yearly rewards.

As shown in the following code snippets, the internal function \_claimYearlyReward() calculates the amounts of the yearly rewards for msg.sender. However, if msg.sender has claimed the weekly rewards from the latest vault which the msg.sender staked into, the value of user.claimed (lines 571) would be true and no yearly rewards can be claimed from the MasterVault contract by this msg.sender.

```
563
        function _claimYearlyReward() internal returns (uint256 returnAmount, uint256
            rewardAmount) {
564
            VaultInfo memory vault = vaultInfo[yearlyRewardIndex];
565
566
567
            StakedInfo storage userStakedInfo = stakedInfoUser[_msgSender()];
568
569
            UserInfo storage user = userInfo[userStakedInfo.lastStakeIndex][_msgSender()];
570
571
            if (vault.stop <= block.number && !userStakedInfo.yearleRewardClaimed && !user.
                 claimed) {
572
                 uint256 userStakedInfolyStrength = yearlyRewardIndex - userStakedInfo.
                     startIndex + 1;
573
                 uint256 userAmountStrength = (user.balance * 50 * 1e16) / 1e18;
574
                 uint256 userTotalStrength = userStakedInfolyStrength * userAmountStrength;
575
                 uint256 cummulativeTotalStrength = ((((yearlyRewardIndex + 1) * totalAmount)
                      - totalWeight) * 50 * 1e16) / 1e18;
576
577
                 returnAmount = (((vault.allTotalSupply * 50 * 1e16) / 1e18) *
                     userTotalStrength) / cummulativeTotalStrength;
578
579
                 if (vault.allTotalReward > 0) {
580
                     rewardAmount = (((vault.allTotalReward * 50 * 1e16) / 1e18) *
                         userTotalStrength) / cummulativeTotalStrength;
581
                }
582
583
                 userStakedInfo.yearleRewardClaimed = true;
584
```

Listing 3.3: MasterVault::\_claimYearlyReward()

Recommendation Remove "&& !user.claimed" from the if statement (lines 571).

Status The issue has been fixed by this commit: 8178f60.

# 3.3 Business Logic Error in getOfferingTokens()

• ID: PVE-003

Severity: MediumLikelihood: Low

• Impact: Low

• Target: MasterVault

• Category: Business Logics [7]

• CWE subcategory: CWE-841 [4]

#### Description

As mentioned in Section 3.1, the Legends Never Die users can stake their LND tokens into Legend vault and will get BNB-ETH plus BEP20 tokens as rewards. The BNB-ETH reward will come from the auction lobby contribution. When reviewing the implementation of the MasterVault contract, we notice that the getOfferingTokens() function has a business logic error which may lead users to get less weely/yearly rewards.

As shown in the following code snippets, the external function <code>getOfferingTokens</code> can only be called by the contract <code>owner</code> to get offering tokens (<code>BNB-ETH</code>) from auction lobby. However, if the contract <code>owner</code> calls this function more than one time to get offering tokens for a specified <code>\_vid</code>, the calculations for <code>vault.totalSupply</code> (lines 681) and <code>vault.totalSupply</code> (lines 687) may not be correct. The <code>vault.totalSupply</code> value should be equal to the cumulative sum of the <code>supply</code> value returned by internally calling the <code>auctionLobby.getOfferingTokens()</code> function. The <code>vault.allTotalSupply</code> should be the sum of <code>prevVault.allTotalSupply</code> and <code>vault.totalSupply()</code>.

```
675
        function getOfferingTokens(uint256 _vid, uint256 _aid) external onlyOwner returns (
             bool success, uint256 supply) {
676
             VaultInfo storage vault = vaultInfo[_vid];
677
678
             (success, supply) = auctionLobby.getOfferingTokens(_aid, perCentOfAuctionTokens)
679
680
             if (success) {
681
                 vault.totalSupply = supply;
682
683
                 if (_vid == 0) {
                     vault.allTotalSupply = supply;
684
685
                 } else {
```

Listing 3.4: MasterVault::getOfferingTokens()

**Recommendation** Take into consideration the scenario where the contract owner may call the getOfferingTokens() function more than one time to get offering tokens for a specified \_vid. An example revision is shown below:

```
675
        function getOfferingTokens(uint256 _vid, uint256 _aid) external onlyOwner returns (
            bool success, uint256 supply) {
676
             VaultInfo storage vault = vaultInfo[_vid];
677
678
             (success, supply) = auctionLobby.getOfferingTokens(_aid, perCentOfAuctionTokens)
679
680
             if (success) {
681
                 vault.totalSupply += supply;
682
                 if (_vid == 0) {
683
684
                     vault.allTotalSupply += supply;
685
                 } else {
686
                     VaultInfo storage prevVault = vaultInfo[_vid - 1];
687
                     vault.allTotalSupply = prevVault.allTotalSupply + vault.totalSupply;
688
                 }
689
            }
690
```

Listing 3.5: MasterVault::getOfferingTokens()

Status The issue has been confirmed.

# 3.4 Improved Handling of Corner Cases in getPreviousBalance()

• ID: PVE-004

Severity: MediumLikelihood: Low

• Impact: High

• Target: MasterVault

• Category: Coding Practices [6]

• CWE subcategory: CWE-561 [3]

#### Description

The MasterVault smart contract allows users to stake their LND tokens into Legend vault to get rewards. As shown in the following code snippets, the Legends Never Die users can call the external function stake() to stake their LND tokens into a specified vault. When a user stake his/her LND tokens into a specified \_vid for the first time, the internal function \_getPreviousBalance() (lines 242) is called to get the LND token total balance of all users from the previous vaults.

```
675
        function stake(uint256 _vid, uint256 _amount) external nonReentrant returns (uint256
676
             //get parameters
677
             VaultInfo storage vault = vaultInfo[_vid];
678
             UserInfo storage user = userInfo[_vid][_msgSender()];
679
             StakedInfo storage userStakedInfo = stakedInfoUser[_msgSender()];
680
681
             //checking, vault is started
682
             require(((vault.start <= block.number) && (vault.stop >= block.number)), "vault
                 is not started or ended");
683
684
             //transfer Legends Never Die(FV) or Legends Never Die-BNB (LM) to contract
             baseToken.safeTransferFrom(_msgSender(), address(this), _amount);
685
686
687
             if (!vault.finalized) {
688
                 vault.totalBalance += _getPreviousBalance(_vid);
689
                 vault.totalBalanceStored += _getPreviousBalance(_vid);
690
                 vault.finalized = true;
691
```

Listing 3.6: MasterVault::stake()

We show below the current  $_{getPreviousBalance}()$  implementation. If there are no users staked their LND tokens into these previous vaults, the i-- operation is executed in the case of i = 0 (lines 385).

Note that this does not result in an incorrect return value from \_getPreviousBalance(), but does cause the function to revert unnecessarily when the above corner case occurs. Moreover, if there are

no users staked their LND tokens into the first vault (vid = 0), the users will be unable to stake their LND tokens into the following vaults due to the revert.

```
283
         function _getPreviousBalance(uint256 _vid) internal view returns (uint256 balance) {
284
             if (_vid > 0) {
285
                 for (uint256 i = _vid - 1; i >= 0; i--) {
286
                      VaultInfo storage vault = vaultInfo[i];
287
288
                      if (vault.totalBalance > 0) {
289
                          balance = vault.totalBalance;
290
291
                          break:
292
                      }
293
                 }
294
             }
295
```

Listing 3.7: MasterVault::\_getPreviousBalance()

Note a number of routines can be similarly improved, including MasterVault::\_getPreviousBalanceStored (), and MasterVault::\_exitAll().

**Recommendation** Revise the above decrement operation for i to avoid the unnecessary function revert.

Status The issue has been fixed by this commit: 5af3eba.

# 3.5 Improved Handling of Corner Cases in add()

• ID: PVE-005

• Severity: Informational

• Likelihood: N/A

• Impact: N/A

• Target: MasterVault

• Category: Coding Practices [6]

• CWE subcategory: CWE-561 [3]

#### Description

The MasterVault smart contract allows the contract owner to add vault for the Legends Never Die users to stake their LND tokens into. When reviewing the implementation of the MasterVault contract, we notice that the \_add() function, which will be called when the the contract owner need to add a new vault, can be improved by applying more rigorous sanity checks.

As shown in the following code snippets, certain corner case may lead to an undesirable consequence. Specifically, when a new vault is added, the current implementation requires \_start >= block.number (lines 174). However, if \_autoStart is enabled, a new value is assigned to \_start (lines

181). In this case, it is possible that (lastStop + 1 + blocksPerWeek()) < block.number. Thus the final effective value of \_start will be smaller than block.number, which is undesirable.

```
169
         function _add(
170
             uint256 _start,
171
             bool _autoStart,
172
             uint256 _reward
173
        ) internal {
174
             require((_start >= block.number), "start and stop are not valid");
175
176
             if (activateReward) {
177
                 require(_reward > 0, "invalid reward value");
178
179
             uint256 stop;
180
             if (_autoStart && lastStop > 0) {
181
                 _start = lastStop + 1;
182
                 stop = _start + blocksPerWeek();
183
184
                 require(_start > lastStop, "start is not valid");
185
                 stop = _start + blocksPerWeek();
186
```

Listing 3.8: MasterVault::\_add()

**Recommendation** Add necessary validation after lines 181 to ensure \_start falls in an appropriate range.

Status The issue has been fixed by this commit: d674199.

# 3.6 Unfair Token Yearly Reward Mechanism

• ID: PVE-006

• Severity: Low

Likelihood: High

• Impact: Low

• Target: MasterVault

• Category: Business Logics [7]

• CWE subcategory: CWE-841 [4]

#### Description

As mentioned in Section 3.1, the Legends Never Die users can claim yearly rewards after the auction lobby is over. According to the Legends Never Die design, there are two parameters to consider for yearly reward calculation: Weekly Strength (ws) is the number of weeks a user's LND staked amount is present in the contract and amount strength (as) is 50% of the LND amount a user staked in the contract. (And the total user strength is computed as ts = ws \* as.) The amount of BNB-ETH a staker can claim at the end of the year: [(50% of (35% of the total BNB-ETH received in the whole year))

\* (total strength aka ts of a user )] / (cumulative total strength aka ts of all users). The amount of BEP20 token a staker can claim at the end of the year : [(50% Total BEP20 token reserved for the year for Legend vault) \* (total strength aka ts of a user)] / (cumulative total strength aka ts of all users).

When reviewing the implementation of the MasterVault contract, we notice that the current token yearly reward mechanism might be unfair for certain stakers. To elaborate, we show below a function \_claimYearlyReward() that is used to calculate the amounts of the yearly rewards for msg.sender. Note the calculation of userStakedInfolyStrength (weekly strength of a staker) for a user only depends on the start staking week of this user (lines 572) and the calculation of the userAmountStrength (amount strength of a staker) for a user only depends on this user's latest LND token balance in the Legend vault (lines 573). For simplicity, we give an example to illustrate the unfairness of the current yearly reward mechanism. Suppose yearlyRewardIndex is set to 51. Suppose user A only stakes once and staked 100 LND tokens into the Legend vault on week 1. Suppose user B stakes twice, firstly staked 1 LND token into the Legend vault on week 1 and secondly staked 99 LND tokens into the Legend vault on week 52. When the auction lobby is over, user A and user B can claim exactly the same yearly reward. This may not be fair for user A.

```
563
         function _claimYearlyReward() internal returns (uint256 returnAmount, uint256
             rewardAmount) {
564
             VaultInfo memory vault = vaultInfo[yearlyRewardIndex];
565
566
567
             StakedInfo storage userStakedInfo = stakedInfoUser[_msgSender()];
568
569
             UserInfo storage user = userInfo[userStakedInfo.lastStakeIndex][_msgSender()];
570
571
             if (vault.stop <= block.number && !userStakedInfo.yearleRewardClaimed && !user.
                 claimed) {
572
                 uint256 userStakedInfolyStrength = yearlyRewardIndex - userStakedInfo.
573
                 uint256 userAmountStrength = (user.balance * 50 * 1e16) / 1e18;
574
                 uint256 userTotalStrength = userStakedInfolyStrength * userAmountStrength;
575
                 uint256 cummulativeTotalStrength = ((((yearlyRewardIndex + 1) * totalAmount)
                      - totalWeight) * 50 * 1e16) / 1e18;
576
                 returnAmount = (((vault.allTotalSupply * 50 * 1e16) / 1e18) *
577
                     userTotalStrength) / cummulativeTotalStrength;
578
579
                 if (vault.allTotalReward > 0) {
580
                     rewardAmount = (((vault.allTotalReward * 50 * 1e16) / 1e18) *
                         userTotalStrength) / cummulativeTotalStrength;
581
                 }
582
583
                 userStakedInfo.yearleRewardClaimed = true;
584
```

```
585 }
```

Listing 3.9: MasterVault::\_claimYearlyReward()

**Recommendation** Take into consideration of the durations of the LND tokens staked in each vault when calculating the total user strength for a staker.

**Status** The issue has been confirmed.

## 3.7 Accommodation Of Possible Non-Compliant ERC20 Tokens

• ID: PVE-002

• Severity: Medium

Likelihood: Medium

Impact:Medium

• Target: MasterVault

• Category: Coding Practices [6]

• CWE subcategory: CWE-1109 [1]

#### Description

Though there is a standardized ERC-20 specification, many token contracts may not strictly follow the specification or have additional functionalities beyond the specification. In this section, we examine the transfer() routine and possible idiosyncrasies from current widely-used token contracts.

In particular, we use the popular token, i.e., ZRX, as our example. We show the related code snippet below. On its entry of transfer(), there is a check, i.e., if (balances[msg.sender] >= \_value && balances[\_to] + \_value >= balances[\_to]). If the check fails, it returns false. However, the transaction still proceeds successfully without being reverted. This is not compliant with the ERC20 standard and may cause issues if not handled properly. Specifically, the ERC20 standard specifies the following: "Transfers \_ value amount of tokens to address \_ to, and MUST fire the Transfer event. The function SHOULD throw if the message caller's account balance does not have enough tokens to spend."

```
64
       function transfer(address _to, uint _value) returns (bool) {
            //Default assumes total
Supply can't be over max (2^256 - 1).
65
66
            if (balances[msg.sender] >= _value && balances[_to] + _value >= balances[_to]) {
67
                balances[msg.sender] -= _value;
68
                balances[_to] += _value;
69
                Transfer(msg.sender, _to, _value);
70
                return true;
71
           } else { return false; }
72
73
74
       function transferFrom(address _from, address _to, uint _value) returns (bool) {
75
           if (balances[_from] >= _value && allowed[_from][msg.sender] >= _value &&
                balances[_to] + _value >= balances[_to]) {
```

```
balances[_to] += _value;
balances[_from] -= _value;
allowed[_from][msg.sender] -= _value;
fransfer(_from, _to, _value);
return true;
} else { return false; }
}
```

Listing 3.10: ZRX.sol

Because of that, a normal call to transfer() is suggested to use the safe version, i.e., safeTransfer (), In essence, it is a wrapper around ERC20 operations that may either throw on failure or return false without reverts. Moreover, the safe version also supports tokens that return no value (and instead revert or throw on failure). Note that non-reverting calls are assumed to be successful. Similarly, there is a safe version of transferFrom() as well, i.e., safeTransferFrom()

In the following, we show the <code>\_exitAll()</code> routine in the <code>MasterVault</code> contract. If the <code>ZRX</code> token is supported as the underlying <code>baseToken</code>, the unsafe version of <code>baseToken.transfer(\_msgSender(), user .balance)</code> (lines 498) may return false in the <code>ZRX</code> token contract's <code>transfer()</code> implementation (but the <code>IERC20</code> interface expects a revert)! Thus, the contract has vulnerabilities against fake <code>transfer</code> attacks.

```
466
        function _exitAll() internal {
467
             //find first vault with balance from last
468
             uint256 index = type(uint256).max;
469
             for (uint256 i = vaultInfo.length - 1; i >= 0; i--) {
470
                 UserInfo storage user = userInfo[i][_msgSender()];
471
472
                 if (user.balance > 0) {
473
                     index = i;
474
                     break;
475
                 }
             }
476
477
478
             // if we find, we transfer balance from last
479
             if (index != type(uint256).max) {
480
                 UserInfo storage user = userInfo[index][_msgSender()];
481
                 VaultInfo storage vault = vaultInfo[index];
482
                 StakedInfo storage userStakedInfo = stakedInfoUser[_msgSender()];
483
484
                 //if finding vault is active, substruct user balance from this vault
485
                 if ((vault.start <= block.number) && (vault.stop >= block.number)) {
486
                     vault.totalBalanceStored -= user.balance;
                 }
487
488
489
                 vault.totalBalance -= user.balance;
490
491
                 //update total amount
                 totalAmount -= user.balance;
492
493
```

```
494
                 //update weight, startIndex * all user balance
495
                 totalWeight -= (userStakedInfo.startIndex * user.balance);
496
497
                 //transfer from first finding vault with balance (cummulative balance)
498
                 baseToken.transfer(_msgSender(), user.balance);
499
500
                 userStakedInfo.staked = false;
501
502
                 // nullify user balance from all vaults
503
                 for (uint256 i = 0; i <= index; i++) {</pre>
504
                     UserInfo storage user1 = userInfo[i][_msgSender()];
505
                     if (user1.balance > 0) {
506
                          user1.balance = 0;
507
508
                 }
509
510
511
             contributer[_msgSender()] = false;
512
```

Listing 3.11: MasterVault::\_exitAll()

**Recommendation** Accommodate the above-mentioned idiosyncrasy about ERC20-related transferFrom().

Status The issue has been fixed by this commit: 8178f60.

# 3.8 Assumed Trust on Admin Keys

• ID: PVE-008

• Severity: Low

• Likelihood: Low

• Impact: High

• Target: MasterVault

• Category: Security Features [5]

• CWE subcategory: CWE-287 [2]

#### Description

In the Legends Never Die smart contracts, there are some special accounts like owner and admin that play critical roles in governing and regulating the entire operation and maintenance. We examine closely the MasterVault and AuctionLobby contracts and identify trust issues on these accounts.

Firstly, we note that the setYearlyRewardIndex() function allows for the owner to set the setYearlyRewardIndex for the Legend vault. The Legends Never Die users can only claim the yearly rewards after the auction lobby is over which is determined by this setYearlyRewardIndex.

```
function setYearlyRewardIndex(uint256 _yearlyRewardIndex) external onlyOwner {
yearlyRewardIndex = _yearlyRewardIndex;
```

```
593 }
```

Listing 3.12: MasterVault::setYearlyRewardIndex()

Secondly, we note that the sweep() function allows for the owner to sweep all the LP tokens to a specified account. Note the AuctionLobby::sweep() routine shares a similar issue.

```
function sweep(address _recipient, address _token) external onlyOwner {

IERC20Upgradeable(_token).safeTransfer(_recipient, IERC20Upgradeable(_token).

balanceOf(address(this)));

642
}
```

Listing 3.13: MasterVault::sweep()

Thirdly, we note that the owner is responsible for getting offering tokens from the auction lobby by calling the getOfferingTokens() function. These offering tokens are used as weekly and yearly rewards. Note the AuctionLobby::getOfferingTokens() routine shares a similar issue. The admin role can also get the offering tokens from the auction lobby.

```
675
         function getOfferingTokens(uint256 _vid, uint256 _aid) external onlyOwner returns (
             bool success, uint256 supply) {
676
             VaultInfo storage vault = vaultInfo[_vid];
677
678
             (success, supply) = auctionLobby.getOfferingTokens(_aid, perCentOfAuctionTokens)
679
680
             if (success) {
681
                 vault.totalSupply = supply;
682
683
                 if (_vid == 0) {
684
                     vault.allTotalSupply = supply;
685
                 } else {
                     VaultInfo storage prevVault = vaultInfo[_vid - 1];
686
687
                     vault.allTotalSupply = prevVault.allTotalSupply + supply;
                 }
688
689
             }
690
```

Listing 3.14: MasterVault::getOfferingTokens()

```
675
        function getOfferingTokens(uint256 _vid, uint256 _aid) external onlyOwner returns (
            bool success, uint256 supply) {
676
             VaultInfo storage vault = vaultInfo[_vid];
677
678
             (success, supply) = auctionLobby.getOfferingTokens(_aid, perCentOfAuctionTokens)
679
680
             if (success) {
681
                 vault.totalSupply = supply;
682
683
                 if (_vid == 0) {
684
                     vault.allTotalSupply = supply;
```

Listing 3.15: AuctionLobby::getOfferingTokens()

Lastly, we note that in the updateBlocks() function, the owner has the right to update the \_start and \_stop values for vaults that are not ended yet. Note the AuctionLobby::updateBlocks() routine shares a similar issue.

```
700
         function updateBlocks(
701
             uint256 _vid,
702
             uint256 _start,
703
             uint256 _stop
704
         ) external onlyOwner {
705
             VaultInfo storage vault = vaultInfo[_vid];
706
707
             require(vault.stop >= block.number, "Auction is ended");
708
709
             if (vault.stop >= block.number) {
710
                 vault.start = _start;
711
                 vault.stop = _stop;
712
             } else {
713
                 vault.stop = _stop;
714
715
```

Listing 3.16: MasterVault::updateBlocks()

We understand the need of the privileged functions for contract operation, but at the same time the extra power to the owner/admin may also be a counter-party risk to the contract users. Therefore, we list this concern as an issue here from the audit perspective and highly recommend making these privileges explicit or raising necessary awareness among contract users.

**Recommendation** Make the list of extra privileges granted to the owner/admin explicit to Legends Never Die users.

**Status** The issue has been confirmed.

# 4 Conclusion

In this audit, we have analyzed the Legends Never Die design and implementation. The Legends Never Die project is a multi-dapp ecosystem that can be broken down into various courses, including Hyper Legend, Referral, Pools, Bridge, Auction Lobby, Legend Vault, Liquidity Mining, and Legend DAO. The current code base is well structured and neatly organized. Those identified issues are promptly confirmed and fixed.

Moreover, we need to emphasize that Solidity-based smart contracts as a whole are still in an early, but exciting stage of development. To improve this report, we greatly appreciate any constructive feedbacks or suggestions, on our methodology, audit findings, or potential gaps in scope/coverage.



# References

- [1] MITRE. CWE-1126: Declaration of Variable with Unnecessarily Wide Scope. https://cwe.mitre.org/data/definitions/1126.html.
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