



# SHIBA Core

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## Security Assessment

[www.shibacore.org](http://www.shibacore.org)

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## Summary

This report has been prepared to discover issues and vulnerabilities in the source code of the project as well as any contract dependencies that were not part of an officially recognized library. A comprehensive examination has been performed, utilizing Static Analysis and Manual Review techniques. The auditing process pays special attention to the following considerations:

Testing the smart contracts against both common and uncommon attack vectors. Assessing the codebase to ensure compliance with current best practices and industry standards. Ensuring contract logic meets the specifications and intentions of the client.

Cross referencing contract structure and implementation against similar smart contracts produced by industry leaders.

Thorough line-by-line manual review of the entire codebase by industry experts.

The security assessment resulted in findings that ranged from critical to informational. We recommend addressing these findings to ensure a high level of security standards and industry practices. We suggest recommendations that could better serve the project from the security perspective:

Enhance general coding practices for better structures of source codes; Add enough unit tests to cover the possible use cases;

Provide more comments per each function for readability, especially contracts that are verified in public;

Provide more transparency on privileged activities once the protocols live.

## Project Summary

Project Name	Shiba Core - ( <a href="https://shibacore.org/">https://shibacore.org/</a> )
Platform	CORE DAO
Language	Solidity
Codebase	<a href="https://scan.coredao.org/token/0x84f0fdaa0a34b5f4a1144372072a706a4a8121a4">https://scan.coredao.org/token/0x84f0fdaa0a34b5f4a1144372072a706a4a8121a4</a>
Commit	0xfbc269463f20fdbd1b96a4b74050a9ef038695db4a18dc7b879bb6b20ef67121

## Audit Summary

Delivery Date	Feb,26 2023
Audit Methodology	Static Analysis, Manual Review
Key Components	Core Token

## Vulnerability Summary

Vulnerability Level	Total	⚠ Pending	⊗ Declined	ℹ Acknowledged	🔄 Partially Resolved	✅ Resolved
🔴 Critical	0	0	0	0	0	0
🟠 Major	3	0	0	2	1	2
🟡 Medium	2	0	0	2	0	2
🟠 Minor	1	0	0	3	0	0
🟡 Informational	1	0	0	6	0	1
🟢 Discussion	0	0	0	0	0	0

## Overview

### External Dependencies

The contract serves as the underlying entity to interact with third-party protocols (token-wrapping). The scope of the audit treats third-party entities as blackboxes and assumes their functional correctness. However, in the real world, third parties can be compromised and this may lead to lost or stolen assets.

### Privileged Functions

The contract contains the following privileged functions that are restricted by role with the modifier. They are used to modify the contract configurations and address attributes. We grouped these functions below.





- event OperatorTransferred()
- event OwnershipTransferred()
- function allowance()
- function approve()
- function burn()
- function decreaseAllowance()
- function owner()
- function renounceOwnership()
- setSwapAndLiquifyEnabled()
- setRouterAddress()

To improve the trustworthiness of the project, dynamic runtime updates in the project should be notified to the community. Any plan to invoke the aforementioned functions should be also considered to move to the execution queue of the Timelock contract.

# Audit Scope

ID	File	SHA256 Checksum
CKP	contract.sol	0x60806040526012600a62000014919062000713565b64174876e80062000026

4 files audited ● 3 files with Acknowledged findings ● 1 file with Resolved findings

ID	Repo	Commit	File	SHA256 Checksum
● APB	coredao-org/dao-contracts	1a550d5	 contracts/AirdropPool.sol	6b107e9cb0aea38712d01b7e40a7ed18aeb91a0e2aa7dd1ccd880b266c0dc728
● COR	coredao-org/dao-contracts	1a550d5	 contracts/CORESales.sol	0323126fc721ae5ea737ad33aeb2568a26b5e eb2fd011006f1cfce1dee7e648
● TVB	coredao-org/dao-contracts	1a550d5	 contracts/TeamVesting.sol	939147a2ac8de592227101e2fb9aeeb4c2d00e efac4679d96eab4f4eef78c635
● SMB	coredao-org/dao-contracts	1a550d5	 contracts/lib/SafeMath.sol	6eeb4a240710a44001fb885f5000495e673c55 3a0c19e878265a523ad66095ea

## 01 | Centralization Risk in Function

### Description

The `addLiquidity()_hasLiqBeenAdded()` function calls the `coreV2Router.addLiquidityETH` function with the `to()` address specified as `owner()` for acquiring the generated LP tokens from the corresponding pool. As a result, over time the `_owner` address will accumulate a significant portion of LP tokens. If `_owner` is an EOA (Externally Owned Account), mishandling of its private key can have devastating consequences to the project as a whole.

### Recommendation

We advise `to()` the address of the `coreV2Router.addLiquidityETH()` function call to be replaced by the `contract()` itself, i.e. `address(this)`, and to restrict the management of the LP tokens within the scope of the contract's business logic. This will also protect the LP tokens from being stolen if the `_owner()` account is compromised. In general, we strongly recommend centralized privileges or roles in the protocol to be improved via a decentralized mechanism or via smart-contract based accounts with enhanced security practices, f.e. Multisignature wallets().

Indicatively, here are some feasible solutions that would also mitigate the potential risk:

- Time-lock with reasonable latency, i.e. 48 hours, for awareness on privileged operations;
- Assignment of privileged roles to multi-signature wallets to prevent single point of failure due to the private key;
- Introduction of a DAO / governance / voting module to increase transparency and user involvement

## 02 | Centralization Risk in Contract

Category	Severity	Location	Status
Logical Issue	● Medium	projects/contract.sol (98ba012): 243	📄 Acknowledged

### Description

In the contract `CoinTokens()`, the role `_owner()` has the authority over the following function:

- `setMaxTxAmount()`
- `setexcludeFromFee() / includeInFee()`
- `setTaxFeePercent()`
- `setstartTrading()`
- `setMaxTransferAmount()`
- `setLiquidityFeePercent()`
- `setMaxTxPercent()`
- `setMaxTransferAmount()`
- `setRouterAddress()`
- `setNumTokensSellToAddToLiquidity()`
- `functiongetOwner()`
- `functionbalanceOf(address account)`
- `function setisBot()`

Any compromise to the `_owner()` account may allow the hacker to take advantage of this and modify the significant state of the contract, thus introducing centralization risk.



## 03 | APPROACH & METHODS

### Description

This report has been prepared for ShibaCore to discover issues and vulnerabilities in the source code of the ShibaCore project as well as any contract dependencies that were not part of an officially recognized library. A comprehensive examination has been performed utilizing Manual Review and Static Analysis techniques.

- Testing the smart contracts against both common and uncommon attack vectors
- Assessing the codebase to ensure compliance with current best practices and industry standards
- Ensuring contract logic meets the specifications and intentions of the client
- Cross referencing contract structure and implementation against similar smart contracts produced by industry leader
- Thorough line-by-line manual review of the entire codebase by industry experts

The security assessment resulted in findings that ranged from critical to informational. We recommend addressing these findings to ensure a high level of security standards and industry practices. We suggest recommendations that could better serve the project from the security perspective.

- testing the smart contracts against both common and uncommon attack vectors
- Enhance general coding practices for better structures of source codes
- Add enough unit tests to cover the possible use cases
- Provide more comments per each function for readability
- especially contracts that are verified in public
- Provide more transparency on privileged activities once the protocol is live

## 04 | SetAllowance()

### Description

setAllowance() currently poses a risk of a race condition. Consider the scenario

- `function allowance(address owner, address spender) public view override returns (uint256) {return _allowances[owner][spender];}`
- `function isCont(address addr) internal view returns (bool) {uint size; assembly { size := extcodesize(addr) } return size > 0; }`
- `function setisBot(address _address, bool _enabled) external onlyOwner {isBot[_address] = _enabled;}`
- `function setisExempt(address _address, bool _enabled) external onlyOwner {isFeeExempt[_address] = _enabled;}`
- `function approve(address spender, uint256 amount) public override returns (bool) {_approve(msg.sender, spender, amount);return true;}`

### Recommendation

To prevent a possible race condition we recommend introducing `increaseAllowance()` and `decreaseAllowance()`

## 05 | Initial Token Distribution

Category	Severity	Location	Status
Logical Issue	● Medium	projects/contract.sol (98ba012): 817	① Acknowledged


### Description

All of the tokens are sent to the contract deployer when deploying the contract. This could be a centralization risk as the deployer can distribute those tokens without obtaining the consensus of the community.

### Recommendation

We recommend the team to be transparent regarding the initial token distribution process.

## 06 | Lack of Return Value Handling

Category	Severity	Location	Status
Volatile Code	Minor	projects/contract.sol (98ba012): 843	 Acknowledged

### Description

The return values of function `tryADD()` are properly handled.

```
constructor() Ownable(msg.sender) {
    IRouter _router = IRouter(0xBb5e1777A331ED93E07cF043363e48d320eb96c4);
    address _pair = IFactory(_router.factory()).createPair(address(this), _router.WETH());
    router = _router;
    pair = _pair;
    isFeeExempt[address(this)] = true;
    isFeeExempt[liquidity_receiver] = true;
    isFeeExempt[marketing_receiver] = true;
    isFeeExempt[msg.sender] = true;
    _balances[msg.sender] = _totalSupply;
    emit Transfer(address(0), msg.sender, _totalSupply);
}
```

```
address internal constant DEAD = 0x0000000000000000000000000000000000000000000000000000000000000000;
address internal constant development_receiver = 0xBc9b1133c8C6070DaB9b1De9EeDBF9fB280622a5;
address internal constant marketing_receiver = 0xf4aA248AdaB942E8b2777ef66112dEfc6bBbb93b;
address internal constant liquidity_receiver = 0x856d33267B5dfdE58105c528e9cF1107B0a0297B;
```

### Recommendation

We recommend using variables to receive the return value of the functions mentioned above and handle both success and failure cases if needed by the business logic.

## 07 | UNLOCKED COMPILER VERSION

### Description

The contracts cited have an unlocked compiler version. An unlocked compiler version in the source code of the contract permits the user to compile it at or above a particular version. This in turn leads to differences in the generated bytecode between compilations due to differing compiler version numbers. This can lead to an ambiguity when debugging as compiler specific bugs may occur in the codebase that would be hard to identify over a span of multiple compiler versions rather than a specific one.

### Recommendation

We recommend the compiler version is instead locked at the lowest version possible that the contract can be compiled at. For example, for version v0.8.0 the contract should contain the following line

```
pragma solidity 0.8.16;

library SafeMath {
    function add(uint256 a, uint256 b) internal pure returns (uint256) {return a + b;}
    function sub(uint256 a, uint256 b) internal pure returns (uint256) {return a - b;}
    function mul(uint256 a, uint256 b) internal pure returns (uint256) {return a * b;}
    function div(uint256 a, uint256 b) internal pure returns (uint256) {return a / b;}
    function mod(uint256 a, uint256 b) internal pure returns (uint256) {return a % b;}
}
```

## 08 | Lack of Error Message

Category	Severity	Location	Status
Coding Style	● Informational	projects/contract.sol (98ba012): 560	📄 Acknowledged

### Description

The require statement can be used to check for conditions and throw an exception if the condition is not met. It is better to provide a string message containing details about the error that will be passed back to the caller.

```
function setParameters(uint256 _buy, uint256 _trans, uint256 _wallet) external onlyOwner {
    uint256 newTx = (totalSupply() * _buy) / 10000;
    uint256 newTransfer = (totalSupply() * _trans) / 10000;
    uint256 newWallet = (totalSupply() * _wallet) / 10000;
    _maxTxAmountPercent = _buy;
    _maxTransferPercent = _trans;
    _maxWalletPercent = _wallet;
    uint256 limit = totalSupply().mul(5).div(1000);
    require(newTx >= limit && newTransfer >= limit && newWallet >= limit, "Max TXs and Max Wallet cannot be less than .5%");
}
```

### Recommendation

We advise refactoring the linked codes as below:

## 09 | Redundant Code

Category	Severity	Location	Status
Logical Issue	● Informational	projects/contract.sol (98ba012): 862	① Acknowledged

### Description

The condition! \_isExcluded[sender] & !\_isExcluded[recipient] can be included in else .

```
interface IERC20 {
    function totalSupply() external view returns (uint256);
    function decimals() external view returns (uint8);
    function symbol() external view returns (string memory);
    function name() external view returns (string memory);
    function getOwner() external view returns (address);
    function balanceOf(address account) external view returns (uint256);
    function transfer(address recipient, uint256 amount) external returns (bool);
    function allowance(address _owner, address spender) external view returns (uint256);
    function approve(address spender, uint256 amount) external returns (bool);
    function transferFrom(address sender, address recipient, uint256 amount) external returns (bool);
    event Transfer(address indexed from, address indexed to, uint256 value);
    event Approval(address indexed owner, address indexed spender, uint256 value);}
```

### Recommendation

The following code cannot be removed:

## 10 | Typos In The Contract

Category	Severity	Location	Status
Coding Style	● Informational	projects/contract.sol (98ba012): 470, 670	ⓘ Acknowledged

### Description

There are several typos in the code and comments.

```
function shouldSwapBack(address sender, address recipient, uint256 amount) internal view returns (bool) {
    bool aboveMin = amount >= _minTokenAmount;
    bool aboveThreshold = balanceOf(address(this)) >= swapThreshold;
    return !swapping && swapEnabled && tradingAllowed && aboveMin && !isFeeExempt[sender] && recipient == pair && swapTimes >= uint256(2) && aboveThreshold;
}

function swapBack(address sender, address recipient, uint256 amount) internal {
    if(shouldSwapBack(sender, recipient, amount)){swapAndLiquify(swapThreshold); swapTimes = uint256(0);}
}

function shouldTakeFee(address sender, address recipient) internal view returns (bool) {
    return !isFeeExempt[sender] && !isFeeExempt[recipient];
}

function getTotalFee(address sender, address recipient) internal view returns (uint256) {
    if(!isBot[sender] || isBot[recipient]){return denominator.sub(uint256(100));}
    if(recipient == pair){return sellFee;}
    if(sender == pair){return totalFee;}
    return transferFee;
}
```



# Appendix

## Finding Categories

### Centralization / Privilege

Centralization / Privilege findings refer to either feature logic or implementation of components that act against the nature of decentralization, such as explicit ownership or specialized access roles in combination with a mechanism to relocate funds.

### Logical Issue

Logical Issue findings detail a fault in the logic of the linked code, such as an incorrect notion on how block.timestamp works.

### Volatile Code

Volatile Code findings refer to segments of code that behave unexpectedly on certain edge cases that may result in a vulnerability.

### Coding Style

Coding Style findings usually do not affect the generated byte-code but rather comment on how to make the codebase more legible and, as a result, easily maintainable.

### Inconsistency

Inconsistency findings refer to functions that should seemingly behave similarly yet contain different code, such as a constructor assignment imposing different requirements on the input variables than a setter function.

### Checksum Calculation Method

The "Checksum" field in the "Audit Scope" section is calculated as the SHA-256 (Secure Hash Algorithm 2 with digest size of 256 bits) digest of the content of each file hosted in the listed source repository under the specified commit.

The result is hexadecimal encoded and is the same as the output of the Linux "sha256sum" command against the target file.

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Founded in 2022 by leading academics in the field of Computer Science, FusionTech is going to be a leading blockchain security company that serves to verify the security and correctness of smart contracts KYC and blockchain-based protocols. Through the utilization of our world-class technical expertise, alongside our proprietary, innovative tech, we're able to support the success of our clients with best-in-class security, all whilst realizing our overarching vision; provable trust for all throughout all facets of blockchain.

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