



Range Protocol – Active Liquidity Management

Smart Contract Security Audit

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EXECUTIVE OVERVIEW

1.1 INTRODUCTION

Range Protocol provides permissionless infrastructure for smart money management, bringing maximised yields and optimal capital efficiency to users of different risk profiles.

Range Protocol engaged Halborn to conduct a security audit on their smart contracts beginning on May 15th, 2023 and ending on June 5th, 2023. The security assessment was scoped to the smart contracts provided in the [contracts](#) GitHub repository. Commit hashes and further details can be found in the Scope section of this report.

1.2 AUDIT SUMMARY

The team at Halborn was provided 3 weeks for the engagement and assigned a full-time security engineer to audit the security of the smart contracts in scope. The security engineer is a blockchain and smart contract security expert with advanced penetration testing and smart contract hacking skills, and deep knowledge of multiple blockchain protocols.

The purpose of the audit is to:

- Identify potential security issues within the smart contracts
- Verify whether Factory and Vaults work as expected

In summary, Halborn identified some improvements to reduce the likelihood and impact of risks, which should be addressed by Range Protocol. The majority of findings were assigned medium or low-risk rate.

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 audit. 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 audit:

- 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
	Specific (AO:S)	0.2
Attack Cost (AC)	Low (AC:L)	1
	Medium (AC:M)	0.67
	High (AC:H)	0.33
Attack Complexity (AX)	Low (AX:L)	1
	Medium (AX:M)	0.67
	High (AX:H)	0.33

Exploitability 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
Confidentiality (C)	None (I:N)	0
	Low (I:L)	0.25
	Medium (I:M)	0.5
	High (I:H)	0.75
	Critical (I:C)	1
Integrity (I)	None (I:N)	0
	Low (I:L)	0.25
	Medium (I:M)	0.5
	High (I:H)	0.75
	Critical (I:C)	1
Availability (A)	None (A:N)	0
	Low (A:L)	0.25
	Medium (A:M)	0.5
	High (A:H)	0.75
	Critical	1
Deposit (D)	None (D:N)	0
	Low (D:L)	0.25
	Medium (D:M)	0.5
	High (D:H)	0.75
	Critical (D:C)	1
Yield (Y)	None (Y:N)	0
	Low (Y:L)	0.25
	Medium: (Y:M)	0.5
	High: (Y:H)	0.75
	Critical (Y:H)	1

Impact 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
Reversibility (r)	None (R:N)	1
	Partial (R:P)	0.5
	Full (R:F)	0.25
Scope (s)	Changed (S:C)	1.25
	Unchanged (S:U)	1

Severity Coefficient C is obtained by the following product:

$$C = rs$$

The Vulnerability Severity Score 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

Code repositories:

1. Active Liquidity Management - uniswap - master branch

- Repository: [contracts](#)
- Commit ID: [2d1a6334139ed9d6c60ff44e16c5a4198ebab737](#)
- Branch: [master](#)
- Smart contracts in scope:
 1. `/contracts/RangeProtocolVault.sol`
 2. `/contracts/RangeProtocolVaultStorage.sol`
 3. `/contracts/RangeProtocolFactory.sol`
 4. `/contracts/interfaces/IRangeProtocolFactory.sol`
 5. `/contracts/interfaces/IRangeProtocolVault.sol`

Apart from the [master](#) branch, the changes introduced in the below pull requests were also included in the scope:

- <https://github.com/Range-Protocol/contracts/pull/3/files>
- <https://github.com/Range-Protocol/contracts/pull/4/files>

The details of these two source branches are provided below.

2. Active Liquidity Management - pancake

- Repository: [contracts](#)
- Commit ID: [15df0530e83ed3482e7062356f0fd2bc8fcd7e8b](#)
- Branch: [implement-pancake-swap-compatibility](#)
- Smart contracts in scope:
 1. `/contracts/RangeProtocolVault.sol`
 2. `/contracts/RangeProtocolVaultStorage.sol`

3. /contracts/RangeProtocolFactory.sol
4. /contracts/interfaces/IRangeProtocolFactory.sol
5. /contracts/interfaces/IRangeProtocolVault.sol

3. Active Liquidity Management - algebra

- Repository: [contracts](#)
- Commit ID: [0584307c08514e68bcaeb31d0601564140fcb70b](#)
- Branch: [implement-algebra-compatibility](#)
- Smart contracts in scope:

1. /contracts/RangeProtocolVault.sol
2. /contracts/RangeProtocolVaultStorage.sol
3. /contracts/RangeProtocolFactory.sol
4. /contracts/interfaces/IRangeProtocolFactory.sol
5. /contracts/interfaces/IRangeProtocolVault.sol

Out-of-Scope:

- /contracts/access
- /contracts/errors
- /contracts/mock
- /contracts/uniswap
- /contracts/algebra
- /contracts/pancake
- third-party libraries and dependencies
- economic attacks

3. ASSESSMENT SUMMARY & FINDINGS OVERVIEW

CRITICAL	HIGH	MEDIUM	LOW	INFORMATIONAL
0	0	1	6	2

SECURITY ANALYSIS	RISK LEVEL	REMEDIATION DATE
MISSING STORAGE GAPS IN UPGRADEABLE CONTRACT	Medium (5.9)	-
RANGEPROTOCOLFACTORY LACKS OWNERSHIP-TRANSFER PATTERN	Low (3.0)	FUTURE RELEASE
OWNERSHIP CAN BE RENOUNCED IN RANGEPROTOCOLFACTORY	Low (2.7)	RISK ACCEPTED
USERS CAN STEAL ANY MANUALLY ADDED LIQUIDITY	Low (2.5)	-
FEE PAYMENT BYPASS IS POSSIBLE FOR SMALL AMOUNTS	Low (2.5)	RISK ACCEPTED
USERVAULTS AND USERS ARE NOT UPDATED ON TOKENS TRANSFER	Low (2.5)	-
MALICIOUS MANAGER CAN STEAL A SHARE OF VAULT LIQUIDITY	Low (2.0)	-
UPGRADETOANDCALL IS NOT SUPPORTED BY RANGEPROTOCOLFACTORY	Informational (1.2)	ACKNOWLEDGED
EDGE CASE NOT HANDLED WHEN LIQUIDITY IS ADDED WITHOUT PREVIOUSLY COLLECTING MANAGER FEES	Informational (1.4)	-



FINDINGS & TECH DETAILS

4.1 (HAL-01) MISSING STORAGE GAPS IN UPGRADEABLE CONTRACT – MEDIUM (5.9)

Description:

For upgradeable contracts, there must be storage gaps implemented to allow developers to freely add new state variables in the future without compromising the storage compatibility with existing deployments.

As base contracts are stored first in the storage layout of the contract that inherits from them, upgrading a base contract adding new state variables or data structures could lead to data loss or corruption. So, that if the upgraded contract adds new variables or data structures without leaving enough unused storage slots, it could overwrite existing data, potentially causing the contract to malfunction or behave unexpectedly. By including storage gaps, a contract can be designed to allow for future upgrades without risking the integrity of the contract's data.

Code Location:

Listing 1: RangeProtocolVaultStorage.sol (Line 48)

```
40 contract RangeProtocolVault is
41     Initializable,
42     UUPSUpgradeable,
43     ReentrancyGuardUpgradeable,
44     OwnableUpgradeable,
45     ERC20Upgradeable,
46     PausableUpgradeable,
47     IRangeProtocolVault,
48     RangeProtocolVaultStorage
49 {
```

Listing 2: RangeProtocolVaultStorage.sol

```
10 abstract contract RangeProtocolVaultStorage {
11     int24 public lowerTick;
12     int24 public upperTick;
13     bool public inThePosition;
```

```

14     bool public mintStarted;
15     int24 public tickSpacing;
16     IUniswapV3Pool public pool;
17     IERC20Upgradeable public token0;
18     IERC20Upgradeable public token1;
19     address public factory;
20     uint16 public managingFee;
21     uint16 public performanceFee;
22     uint256 public managerBalance0;
23     uint256 public managerBalance1;
24     struct UserVault {
25         bool exists;
26         uint256 token0;
27         uint256 token1;
28     }
29     mapping(address => UserVault) public userVaults;
30     address[] public users;
31     // NOTE: Only add more state variable below it and do not
    ↪ change the order of above state variables.
32 }

```

BVSS:

A0:A/AC:L/AX:L/C:N/I:H/A:H/D:N/Y:N/R:P/S:C (5.9)

Recommendation:

Consider to include the proper storage gaps in RangeProtocolVaultStorage according to the base contracts that are meant to be upgradeable as per OpenZeppelin's recommendations:

- [Writing Upgradeable Contracts](#)

4.2 (HAL-02) RANGEPROTOCOLFACTORY LACKS OWNERSHIP-TRANSFER PATTERN – LOW (3.0)

Description:

The `RangeProtocolFactory` contract implements the `Ownable` pattern. However, the assessment revealed that the solution does not support the two-step ownership-transfer pattern. The ownership transfer might be accidentally set to an inactive EOA account. In the case of account hijacking, multiple functionalities get under permanent control of the attacker, including `createVault()` and `upgradeVault()` functions.

Code Location:

Listing 3: RangeProtocolFactory.sol

```

12 /**
13  * @dev Mars@RangeProtocol
14  * @notice RangeProtocolFactory deploys and upgrades proxies for
15  * ↳ Range Protocol vault contracts.
16  * Owner can deploy and upgrade vault contracts.
17  */
18 contract RangeProtocolFactory is IRangeProtocolFactory, Ownable {
19     bytes4 public constant INIT_SELECTOR =
20         ↳ bytes4(keccak256(bytes("initialize(address,int24,bytes)")))
21     );
22     (...)
```

BVSS:

A0:S/AC:L/AX:L/C:N/I:H/A:H/D:M/Y:M/R:N/S:C (3.0)

Recommendation:

It is recommended to implement a two-step process where the owner nominates an account and the nominated account needs to call an `acceptOwnership()` function for the transfer of the ownership to fully succeed. This ensures the nominated EOA account is a valid and active account.

Remediation Plan:

PENDING: The Range Protocol team plans to move factory's ownership to the `Timelock` contract. The planned implementation of such a contract assumes at least 24 hours of execution delay controlled by a multi-signature wallet of at least five signers, with a quorum of three required. Usage of `Ownable` is preferred.

4.3 (HAL-03) OWNERSHIP CAN BE RENOUNCED IN RANGEPROTOCOLFACTORY – LOW (2.7)

Description:

The `RangeProtocolFactory` contract implements the `Ownable` pattern. However, the assessment revealed that the solution supports the `renounceOwnership()` function. Renouncing ownership prevents calling any significant functionality from the factory, including `createVault()` and `upgradeVault()` functions.

Code Location:

Listing 4: Ownable.sol

```
54     function renounceOwnership() public virtual onlyOwner {
55         emit OwnershipTransferred(_owner, address(0));
56         _owner = address(0);
57     }
```

BVSS:

A0:S/AC:L/AX:L/C:N/I:H/A:H/D:L/Y:L/R:N/S:C (2.7)

Recommendation:

It is recommended that the owner cannot call the `renounceOwnership()` function without transferring the ownership to another address.

Remediation Plan:

RISK ACCEPTED: The Range Protocol accepted the risk of this finding. The team might use the `renounceOwnership()` function when deprecating the

`RangeProtocolFactory` v1 contract from creating new vaults.

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4.4 (HAL-04) USERS CAN STEAL ANY MANUALLY ADDED LIQUIDITY - LOW (2.5)

Description:

The `RangeProtocolVault` contract allows adding liquidity to an Uniswap V3 position from the vault's balance. This liquidity usually comes from the user's minted balance.

The shares are calculated based on the position's liquidity and vault's balance.

However, this means that if the manager decides to manually add funds to the vault, a user would be able to back-run the transaction, mint vault shares and burn them immediately after, which would allow them to drain the liquidity the manager manually introduced.

Code Location:

Listing 5: `RangeProtocolVault.sol`

```
188     if (totalSupply > 0) {
189         // @audit-issue > 0 consumes more gas.
190         (
191             uint256 amount0Current,
192             uint256 amount1Current
193         ) = getUnderlyingBalances();
194         amount0 = FullMath.mulDivRoundingUp(
195             amount0Current,
196             mintAmount,
197             totalSupply
198         );
199         amount1 = FullMath.mulDivRoundingUp(
200             amount1Current,
201             mintAmount,
202             totalSupply
203         );
204     } else if (!_inThePosition) {
205         // If total supply is zero then inThePosition must be set
```

```

    ↳ to accept token0 and token1 based on currently set ticks.
206         // This branch will be executed for the first mint and as
    ↳ well as each time total supply is to be changed from zero to non-
    ↳ zero.
207         (amount0, amount1) = LiquidityAmounts.
    ↳ getAmountsForLiquidity(
208             sqrtRatioX96,
209             lowerTick.getSqrtRatioAtTick(),
210             upperTick.getSqrtRatioAtTick(),
211             SafeCastUpgradeable.toUint128(mintAmount)
212         );
213     } else

```

Proof of Concept:

Listing 6

```

1  function test_Manu_StealLiquidity() public {
2      deal(address(tokenA), address(ALICE), 1 ether);
3      deal(address(tokenB), address(ALICE), 1 ether);
4      deal(address(tokenA), address(BOB), 500 ether);
5      deal(address(tokenB), address(BOB), 500 ether);
6
7      deal(address(tokenA), address(vault), 1_000 ether);
8      deal(address(tokenB), address(vault), 1_000 ether);
9
10     vault.updateTicks(-200, 200);
11     vault.updateFees(0, 1000);
12
13     vault.addLiquidity(
14         -200,
15         200,
16         tokenA.balanceOf(address(vault)),
17         tokenB.balanceOf(address(vault))
18     );
19
20     console2.log("Alice initial balance:");
21     console2.log(tokenA.balanceOf(ALICE));
22     console2.log(tokenB.balanceOf(ALICE));
23
24     vm.startPrank(ALICE);
25     {

```

```
26     tokenA.approve(address(vault), type(uint256).max);
27     tokenB.approve(address(vault), type(uint256).max);
28     vault.mint(1 ether);
29
30     console2.log("Alice balance after mint:");
31     console2.log(tokenA.balanceOf(ALICE));
32     console2.log(tokenB.balanceOf(ALICE));
33
34     vault.burn(vault.balanceOf(ALICE));
35
36     console2.log("Alice balance after burn:");
37     console2.log(tokenA.balanceOf(ALICE));
38     console2.log(tokenB.balanceOf(ALICE));
39 }
40 }
```

BVSS:

A0:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:L/R:N/S:U (2.5)

Recommendation:

It is recommended that the manager does not add liquidity manually, or change the share calculation formula.

4.5 (HAL-05) FEE PAYMENT BYPASS IS POSSIBLE FOR SMALL AMOUNTS – LOW (2.5)

Description:

The `RangeProtocolVault` contract is a vault solution that collects both performance and management fees. The management fee is collected with the `burn()` operation. However, due to rounding, it is possible to bypass fee payment when a small amount is burnt. Within the equation, the divisor is set to `10_000`, whereas `MAX_MANAGING_FEE_BPS` is set to `100`. Assuming that `managingFee` is set to `100`, to bypass management fee, the user must burn up to around `100` tokens. The loss is rather negligible, but it might be more significant for ERC20 tokens with fewer decimals, e.g. `6`.

Code Location:

Listing 7: `RangeProtocolVault.sol`

```
714 /**
715     * @notice _applyManagingFee applies the managing fee to the
716     * @param amount0 user's notional value in token0
717     * @param amount1 user's notional value in token1
718     */
719     function _applyManagingFee(uint256 amount0, uint256 amount1)
720     private {
721         uint256 _managingFee = managingFee;
722         managerBalance0 += (amount0 * _managingFee) / 10_000;
723         managerBalance1 += (amount1 * _managingFee) / 10_000;
724     }
```

BVSS:

A0:A/AC:L/AX:L/C:N/I:N/A:N/D:N/Y:L/R:N/S:U (2.5)

Recommendation:

It is recommended either to update the `_applyManagingFee()` function to remove the rounding issue or introduce a minimum `burn` value.

Remediation Plan:

RISK ACCEPTED: The Range Protocol team accepted the risk of this finding.

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4.6 (HAL-06) USERVAULTS AND USERS ARE NOT UPDATED ON TOKENS TRANSFER - LOW (2.5)

Description:

The `RangeProtocolVault` contract inherits from the `ERC20Upgradeable` contract. During the `mint()` and `burn()` function calls, the `userVaults` and `users` collections are updated. However, no similar action is done when `transfer()` or `transferFrom()` functions are called. Thus, whenever users transfer tokens between each other, the data stored in the `userVaults` and `users` collections is incorrect. This data is used off-chain by the vault's manager whenever there is a need to estimate the exposure to maintain while rebalancing the position.

Code Location:

Listing 8: `RangeProtocolVault.sol` (Lines 203,204,207,211,277-279,283-285)

```

163 /**
164  * @notice mint mints range vault shares, fractional shares of
165  * ↳ a Uniswap V3 position/strategy
166  * to compute the amount of tokens necessary to mint `
167  * ↳ mintAmount` see getMintAmounts
168  * @param mintAmount The number of shares to mint
169  * @return amount0 amount of token0 transferred from msg.
170  * ↳ sender to mint `mintAmount`
171  * @return amount1 amount of token1 transferred from msg.
172  * ↳ sender to mint `mintAmount`
173  */
174 function mint(
175     uint256 mintAmount
176 ) external override nonReentrant whenNotPaused returns (
177     uint256 amount0, uint256 amount1) {
178     if (!mintStarted) revert VaultErrors.MintNotStarted();
179     if (mintAmount == 0) revert VaultErrors.InvalidMintAmount
180     ();

```

```

175     uint256 totalSupply = totalSupply();
176     bool _inThePosition = inThePosition;
177     (uint160 sqrtRatioX96, , , , , , ) = pool.slot0();
178
179     if (totalSupply > 0) {
180         (uint256 amount0Current, uint256 amount1Current) =
181         ↳ getUnderlyingBalances();
182         amount0 = FullMath.mulDivRoundingUp(amount0Current,
183         ↳ mintAmount, totalSupply);
184         amount1 = FullMath.mulDivRoundingUp(amount1Current,
185         ↳ mintAmount, totalSupply);
186     } else if (_inThePosition) {
187         // If total supply is zero then inThePosition must be
188         ↳ set to accept token0 and token1 based on currently set ticks.
189         // This branch will be executed for the first mint and
190         ↳ as well as each time total supply is to be changed from zero to
191         ↳ non-zero.
192         (amount0, amount1) = LiquidityAmounts.
193         ↳ getAmountsForLiquidity(
194         ↳ sqrtRatioX96,
195         ↳ lowerTick.getSqrtRatioAtTick(),
196         ↳ upperTick.getSqrtRatioAtTick(),
197         ↳ SafeCastUpgradeable.toUint128(mintAmount)
198         ↳ );
199     } else {
200         // If total supply is zero and the vault is not in the
201         ↳ position then mint cannot be accepted based on the assumptions
202         ↳ that being out of the pool renders currently set
203         ↳ ticks unusable and totalSupply being zero does not allow
204         ↳ calculating correct amounts of amount0 and amount1
205         ↳ to be accepted from the user.
206         // This branch will be executed if all users remove
207         ↳ their liquidity from the vault i.e. total supply is zero from non-
208         ↳ zero and
209         ↳ the vault is out of the position i.e. no valid tick
210         ↳ range to calculate the vault's mint shares.
211         // Manager must call initialize function with valid
212         ↳ tick ranges to enable the minting again.
213         revert VaultErrors.MintNotAllowed();
214     }
215
216     if (!userVaults[msg.sender].exists) {
217         userVaults[msg.sender].exists = true;
218         users.push(msg.sender);

```

```

205         }
206         if (amount0 > 0) {
207             userVaults[msg.sender].token0 += amount0;
208             token0.safeTransferFrom(msg.sender, address(this),
↳ amount0);
209         }
210         if (amount1 > 0) {
211             userVaults[msg.sender].token1 += amount1;
212             token1.safeTransferFrom(msg.sender, address(this),
↳ amount1);
213         }
214
215         _mint(msg.sender, mintAmount);
216         if (_inThePosition) {
217             uint128 liquidityMinted = LiquidityAmounts.
↳ getLiquidityForAmounts(
218                 sqrtRatioX96,
219                 lowerTick.getSqrtRatioAtTick(),
220                 upperTick.getSqrtRatioAtTick(),
221                 amount0,
222                 amount1
223             );
224             pool.mint(address(this), lowerTick, upperTick,
↳ liquidityMinted, "");
225         }
226
227         emit Minted(msg.sender, mintAmount, amount0, amount1);
228     }
229
230     /**
231     * @notice burn burns range vault shares (shares of a Uniswap
↳ V3 position) and receive underlying
232     * @param burnAmount The number of shares to burn
233     * @return amount0 amount of token0 transferred to msg.sender
↳ for burning {burnAmount}
234     * @return amount1 amount of token1 transferred to msg.sender
↳ for burning {burnAmount}
235     */
236     function burn(
237         uint256 burnAmount
238     ) external override nonReentrant whenNotPaused returns (
↳ uint256 amount0, uint256 amount1) {
239         if (burnAmount == 0) revert VaultErrors.InvalidBurnAmount
↳ ();

```

```

240         uint256 totalSupply = totalSupply();
241         uint256 balanceBefore = balanceOf(msg.sender);
242         _burn(msg.sender, burnAmount);
243
244         if (inThePosition) {
245             (uint128 liquidity, , , , ) = pool.positions(
                ↳ getPositionID());
246             uint256 liquidityBurned_ = FullMath.mulDiv(burnAmount,
                ↳ liquidity, totalSupply);
247             uint128 liquidityBurned = SafeCastUpgradeable.
                ↳ toUint128(liquidityBurned_);
248             (uint256 burn0, uint256 burn1, uint256 fee0, uint256
                ↳ fee1) = _withdraw(liquidityBurned);
249
250             _applyPerformanceFee(fee0, fee1);
251             (fee0, fee1) = _netPerformanceFees(fee0, fee1);
252             emit FeesEarned(fee0, fee1);
253             amount0 =
254                 burn0 +
255                 FullMath.mulDiv(
256                     token0.balanceOf(address(this)) - burn0 -
                ↳ managerBalance0,
257                     burnAmount,
258                     totalSupply
259                 );
260
261             amount1 =
262                 burn1 +
263                 FullMath.mulDiv(
264                     token1.balanceOf(address(this)) - burn1 -
                ↳ managerBalance1,
265                     burnAmount,
266                     totalSupply
267                 );
268         } else {
269             (uint256 amount0Current, uint256 amount1Current) =
                ↳ getUnderlyingBalances();
270             amount0 = FullMath.mulDiv(amount0Current, burnAmount,
                ↳ totalSupply);
271             amount1 = FullMath.mulDiv(amount1Current, burnAmount,
                ↳ totalSupply);
272         }
273
274         _applyManagingFee(amount0, amount1);

```

```

275         (uint256 amount0AfterFee, uint256 amount1AfterFee) =
↳ _netManagingFees(amount0, amount1);
276         if (amount0 > 0) {
277             userVaults[msg.sender].token0 =
278                 (userVaults[msg.sender].token0 * (balanceBefore -
↳ burnAmount)) /
279                 balanceBefore;
280             token0.safeTransfer(msg.sender, amount0AfterFee);
281         }
282         if (amount1 > 0) {
283             userVaults[msg.sender].token1 =
284                 (userVaults[msg.sender].token1 * (balanceBefore -
↳ burnAmount)) /
285                 balanceBefore;
286             token1.safeTransfer(msg.sender, amount1AfterFee);
287         }
288
289         emit Burned(msg.sender, burnAmount, amount0AfterFee,
↳ amount1AfterFee);
290     }

```

BVSS:

A0:A/AC:L/AX:L/C:N/I:L/A:N/D:N/Y:N/R:N/S:U (2.5)

Recommendation:

It is recommended to either prevent users from transferring vault's tokens or to update all relevant collection's states while transferring the tokens.

4.7 (HAL-07) MALICIOUS MANAGER CAN STEAL A SHARE OF VAULT LIQUIDITY - LOW (2.0)

Description:

The `RangeProtocolVault` contract is a vault solution managed by a user with the `manager` role. The vault collects the users' liquidity, that is later used within dedicated the `UniswapV3Pool`. The assessment revealed that `manager` can steal users' liquidity by means of the `removeLiquidity()`, `addLiquidity()` and `swap()` functions. Each `swap()` function call generates fees within the `UniswapV3Pool` contract. While calling the `removeLiquidity()` function, all tokens are transferred from the `UniswapV3Pool` into the vault. Also, the `_applyPerformanceFee()` function is called to update manager's fees. By means of `addLiquidity()`, the manager can transfer any amount of tokens from the vault to the `UniswapV3Pool`. Ultimately, the malicious manager can remove all liquidity from the pool, then send part of it back to the pool, and use the remaining liquidity to perform multiple swap operations that generate fees. Also, the `RangeProtocolVault` implements `PausableUpgradeable`, thus, prior to an attack, the malicious manager can `pause` the contract, preventing the legitimate users from calling the `burn()` function to withdraw deposits.

Code Location:

Listing 9: `RangeProtocolVault.sol` (Line 306)

```
292 /**
293     * @notice removeLiquidity removes liquidity from uniswap pool
    ↳ and receives underlying tokens
294     * in the vault contract.
295     */
296     function removeLiquidity() external override onlyManager {
```

```

297         (uint128 liquidity, , , , ) = pool.positions(getPositionID
↳ ());
298
299         if (liquidity > 0) {
300             int24 _lowerTick = lowerTick;
301             int24 _upperTick = upperTick;
302             (uint256 amount0, uint256 amount1, uint256 fee0,
↳ uint256 fee1) = _withdraw(liquidity);
303
304             emit LiquidityRemoved(liquidity, _lowerTick,
↳ _upperTick, amount0, amount1);
305
306             _applyPerformanceFee(fee0, fee1);
307             (fee0, fee1) = _netPerformanceFees(fee0, fee1);
308             emit FeesEarned(fee0, fee1);
309         }
310
311         // TicksSet event is not emitted here since the emitting
↳ would create a new position on subgraph but
312         // the following statement is to only disallow any
↳ liquidity provision through the vault unless done
313         // by manager (taking into account any features added in
↳ future).
314         lowerTick = upperTick;
315         inThePosition = false;
316         emit InThePositionStatusSet(false);
317     }
318
319     /**
320     * @dev Mars@RangeProtocol
321     * @notice swap swaps token0 for token1 (token0 in, token1 out
↳ ), or token1 for token0 (token1 in token0 out).
322     * Zero for one will cause the price: amount1 / amount0 lower,
↳ otherwise it will cause the price higher
323     * @param zeroForOne The direction of the swap, true is swap
↳ token0 for token1, false is swap token1 to token0
324     * @param swapAmount The exact input token amount of the swap
325     * @param sqrtPriceLimitX96 threshold price ratio after the
↳ swap.
326     * If zero for one, the price cannot be lower (swap make price
↳ lower) than this threshold value after the swap
327     * If one for zero, the price cannot be greater (swap make
↳ price higher) than this threshold value after the swap

```

```

328     * @return amount0 If positive represents exact input token0
    ↳ amount after this swap, msg.sender paid amount,
329     * or exact output token0 amount (negative), msg.sender
    ↳ received amount
330     * @return amount1 If positive represents exact input token1
    ↳ amount after this swap, msg.sender paid amount,
331     * or exact output token1 amount (negative), msg.sender
    ↳ received amount
332     */
333     function swap(
334         bool zeroForOne,
335         int256 swapAmount,
336         uint160 sqrtPriceLimitX96
337     ) external override onlyManager returns (int256 amount0,
    ↳ int256 amount1) {
338         (amount0, amount1) = pool.swap(
339             address(this),
340             zeroForOne,
341             swapAmount,
342             sqrtPriceLimitX96,
343             ""
344         );
345
346         emit Swapped(zeroForOne, amount0, amount1);
347     }
348
349     /**
350     * @dev Mars@RangeProtocol
351     * @notice addLiquidity allows manager to add liquidity into
    ↳ uniswap pool into newer tick ranges.
352     * @param newLowerTick new lower tick to deposit liquidity
    ↳ into
353     * @param newUpperTick new upper tick to deposit liquidity
    ↳ into
354     * @param amount0 max amount of amount0 to use
355     * @param amount1 max amount of amount1 to use
356     * @return remainingAmount0 remaining amount from amount0
357     * @return remainingAmount1 remaining amount from amount1
358     */
359     function addLiquidity(
360         int24 newLowerTick,
361         int24 newUpperTick,
362         uint256 amount0,
363         uint256 amount1

```



```

364     ) external override onlyManager returns (uint256
    ↳ remainingAmount0, uint256 remainingAmount1) {
365         _validateTicks(newLowerTick, newUpperTick);
366         (uint160 sqrtRatioX96, , , , , ) = pool.slot0();
367         uint128 baseLiquidity = LiquidityAmounts.
    ↳ getLiquidityForAmounts(
368             sqrtRatioX96,
369             newLowerTick.getSqrtRatioAtTick(),
370             newUpperTick.getSqrtRatioAtTick(),
371             amount0,
372             amount1
373         );
374
375         if (baseLiquidity > 0) {
376             (uint256 amountDeposited0, uint256 amountDeposited1) =
    ↳ pool.mint(
377                 address(this),
378                 newLowerTick,
379                 newUpperTick,
380                 baseLiquidity,
381                 ""
382             );
383             // Should return remaining token number for swap
384             remainingAmount0 = amount0 - amountDeposited0;
385             remainingAmount1 = amount1 - amountDeposited1;
386             if (lowerTick != newLowerTick || upperTick !=
    ↳ newUpperTick) {
387                 lowerTick = newLowerTick;
388                 upperTick = newUpperTick;
389                 emit TicksSet(newLowerTick, newUpperTick);
390             }
391
392             emit LiquidityAdded(
393                 baseLiquidity,
394                 newLowerTick,
395                 newUpperTick,
396                 amountDeposited0,
397                 amountDeposited1
398             );
399         }
400         // This check is added to not update inThePosition state
    ↳ in case manager decides to add liquidity in smaller chunks.
401         if (!inThePosition) {
402             inThePosition = true;

```

```

403         emit InThePositionStatusSet(true);
404     }
405 }

```

Proof of Concept:

1. As a depositor, `mint()` 1 ether of tokens.
2. As a manager, call the `pause()` function.
3. As a manager, set the performance fee to 10%.
4. As a manager, call the `removeLiquidity()` function. Observe that all tokens are transferred from the pool into the vault.
5. As a manager, call the `addLiquidity()` function for half of available tokens.

```

_tokenA.balanceOf(_rangeProtocolVault) 499999999999999999
_tokenB.balanceOf(_rangeProtocolVault) 499999999999999999
_tokenA.balanceOf(_iUniswapV3Pool) 500000000000000000
_tokenB.balanceOf(_iUniswapV3Pool) 500000000000000000

```

4. As a manager, call the `swap()` function for all `tokenA` available in the vault. Observe that pool's fees are accumulated.

```

***CurrentFees***
fee0 0
fee1 45000000000000000000

```

5. As a manager, call the `removeLiquidity()` function. Observe that fees are transferred to the vault. Note that `managerBalance` variable has now accumulated value.

```

_rangeProtocolVault.managerBalance0 0
_rangeProtocolVault.managerBalance1 499999999999999999

```

6. As a manager, call the `collectManager()` to collect fees.

BVSS:

A0:S/AC:L/AX:L/C:N/I:N/A:N/D:C/Y:N/R:N/S:U (2.0)

Recommendation:

It is recommended to prevent managers from executing malicious action such as stealing the users' liquidity.

Remediation Plan:

RISK ACCEPTED: The Range Protocol accepted the risk of this finding. The team plans to cooperate only with sophisticated trading partners. Each partner will undergo extensive KYC (Know Your Customer) and AML (Anti Money Laundering) reviews done in prior to onboarding. Legal actions are planned against any malicious managers.

4.8 (HAL-08) UPGRADETOANDCALL IS NOT SUPPORTED BY RANGEPROTOCOLFACTORY – INFORMATIONAL (1.2)

Description:

The `RangeProtocolFactory` contract supports vault upgrade by means of the `upgradeTo()` function. However, it does not support the `upgradeToAndCall()` function. Vault can be upgraded only by means of the factory, so calling `upgradeToAndCall()` manually is not an option. Therefore, upgrading vault with an immediate call to the initialize function in a single transaction is not possible. In the event of an initializing next vault's version need, such call must be done separately. Depending on the implementation, such an approach might be vulnerable to various issues, including front-running, human-error or lack of initialization.

Code Location:

Listing 10: `RangeProtocolFactory.sol`

```
131     function _upgradeVault(address _vault, address _impl) internal
    ↳ {
132         (bool success, ) = _vault.call(abi.encodeWithSelector(
    ↳ UPGRADE_SELECTOR, _impl));
133
134         if (!success) revert FactoryErrors.VaultUpgradeFailed();
135         emit VaultImplUpgraded(_vault, _impl);
136     }
```

Listing 11: `RangeProtocolVault.sol`

```
616     function _authorizeUpgrade(address) internal override {
617         if (msg.sender != factory) revert VaultErrors.
    ↳ OnlyFactoryAllowed();
618     }
```

BVSS:

A0:S/AC:L/AX:L/C:L/I:L/A:L/D:L/Y:L/R:N/S:C (1.2)

Recommendation:

It is recommended to add support for `upgradeToAndCall()` in the `RangeProtocolFactory`.

Remediation Plan:

ACKNOWLEDGED: The Range Protocol team acknowledged this finding. The owner of the factory should not have any initialization control for state variables. Owner should have only implementation upgrade possibility. Any state variables change after upgrade must be done by the vault's manager.

4.9 (HAL-09) EDGE CASE NOT HANDLED WHEN LIQUIDITY IS ADDED WITHOUT PREVIOUSLY COLLECTING MANAGER FEES – INFORMATIONAL (1.4)

Description:

The `burn()` function allows anyone to burn shares from the vault and receive underlyings.

In addition, `performanceFees`, `ManagerBalance0` and `ManagerBalance1` fees are calculated and updated. The latter can be collected when the manager calls the `collectManager()` function.

On the other hand, the `addLiquidity()` function allows the manager to add the liquidity of the RangeProtocol contract to the uniswap pool at more recent tick ranges.

It has been detected that in case fees are not collected after one or more burns, and then liquidity is added, the protocol malfunctions. This is due to the fact that adding liquidity is done with the manager's fees that have not been collected and are stored in the contract, so it remains at 0.

- If `collectManager()` is called, there are no funds to transfer.
- If `mint` is called, it throws an underflow in the calculation of `amountCurrent0` and `amountCurrent1` in the call to `_getUnderlyingBalance` since the `managerBalance0` and `managerBalance1` are high and the contract balance is 0.
- If `burn()` is called, it throws an underflow in the calculation of `amount0` and `amount1` since the value of `managerBalance0` and `managerBalance1` are the highest values in the subtraction.

This continues to happen until the manager calls `removeLiquidity()` and users call `mint` or `burn` again in case they minted before adding liquidity. And only after this, it is possible to get corresponding fees from the manager.

Code Location:

Listing 12: RangeProtocolVault.sol (Lines 448,451)

```

441 function collectManager() external override onlyManager {
442     uint256 amount0 = managerBalance0;
443     uint256 amount1 = managerBalance1;
444     managerBalance0 = 0;
445     managerBalance1 = 0;
446
447     if (amount0 > 0) {
448         token0.safeTransfer(manager(), amount0);
449     }
450     if (amount1 > 0) {
451         token1.safeTransfer(manager(), amount1);
452     }
453 }

```

Listing 13: RangeProtocolVault.sol (Lines 260-263,269-272)

```

242 function burn(
243     uint256 burnAmount
244 ) external override nonReentrant whenNotPaused returns (
    ↳ uint256 amount0, uint256 amount1) {
245     if (burnAmount == 0) revert VaultErrors.InvalidBurnAmount
    ↳ ();
246     uint256 totalSupply = totalSupply();
247     uint256 balanceBefore = balanceOf(msg.sender);
248     _burn(msg.sender, burnAmount);
249
250     if (inThePosition) {
251         (uint128 liquidity, , , , ) = pool.positions(
    ↳ getPositionID());
252         uint256 liquidityBurned_ = FullMath.mulDiv(burnAmount,
    ↳ liquidity, totalSupply);
253         uint128 liquidityBurned = SafeCastUpgradeable.
    ↳ toUint128(liquidityBurned_);
254         (uint256 burn0, uint256 burn1, uint256 fee0, uint256
    ↳ fee1) = _withdraw(liquidityBurned);
255
256         _applyPerformanceFee(fee0, fee1);
257         (fee0, fee1) = _netPerformanceFees(fee0, fee1);
258         emit FeesEarned(fee0, fee1);
259

```

```

260         amount0 =
261             burn0 +
262             FullMath.mulDiv(
263                 token0.balanceOf(address(this)) - burn0 -
↳ managerBalance0,
264                 burnAmount,
265                 totalSupply
266             );
267         emit FeesEarned(fee0, fee1);
268
269         amount1 =
270             burn1 +
271             FullMath.mulDiv(
272                 token1.balanceOf(address(this)) - burn1 -
↳ managerBalance1,
273                 burnAmount,
274                 totalSupply

```

Listing 14: RangeProtocolVault.sol (Line 181)

```

171 function mint(
172     uint256 mintAmount
173 ) external override nonReentrant whenNotPaused returns (
↳ uint256 amount0, uint256 amount1) {
174     if (!mintStarted) revert VaultErrors.MintNotStarted();
175     if (mintAmount == 0) revert VaultErrors.InvalidMintAmount
↳ ();
176     uint256 totalSupply = totalSupply();
177     bool _inThePosition = inThePosition;
178     (uint160 sqrtRatioX96, , , , , ) = pool.slot0();
179
180     if (totalSupply > 0) {
181         (uint256 amount0Current, uint256 amount1Current) =
↳ getUnderlyingBalances();

```

Listing 15: RangeProtocolVault.sol (Lines 629-630)

```

604 function _getUnderlyingBalances(
605     uint160 sqrtRatioX96,
606     int24 tick
607 ) internal view returns (uint256 amount0Current, uint256
↳ amount1Current) {
608     (

```



```

609         uint128 liquidity,
610         uint256 feeGrowthInside0Last,
611         uint256 feeGrowthInside1Last,
612         uint128 tokensOwed0,
613         uint128 tokensOwed1
614     ) = pool.positions(getPositionID());
615
616     uint256 fee0;
617     uint256 fee1;
618     if (liquidity != 0) {
619         (amount0Current, amount1Current) = LiquidityAmounts.
        ↳ getAmountsForLiquidity(
620             sqrtRatioX96,
621             lowerTick.getSqrtRatioAtTick(),
622             upperTick.getSqrtRatioAtTick(),
623             liquidity
624         );
625         fee0 = _feesEarned(true, feeGrowthInside0Last, tick,
        ↳ liquidity) + uint256(tokensOwed0);
626         fee1 = _feesEarned(false, feeGrowthInside1Last, tick,
        ↳ liquidity) + uint256(tokensOwed1);
627         (fee0, fee1) = _netPerformanceFees(fee0, fee1);
628     }
629     amount0Current += fee0 + token0.balanceOf(address(this)) -
        ↳ managerBalance0;
630     amount1Current += fee1 + token1.balanceOf(address(this)) -
        ↳ managerBalance1;

```

BVSS:

A0:S/AC:L/AX:L/C:N/I:N/A:C/D:H/Y:C/R:P/S:U (1.4)

Recommendation:

It is recommended to verify that the contract balance is greater than managerBalance0 and managerBalance1.



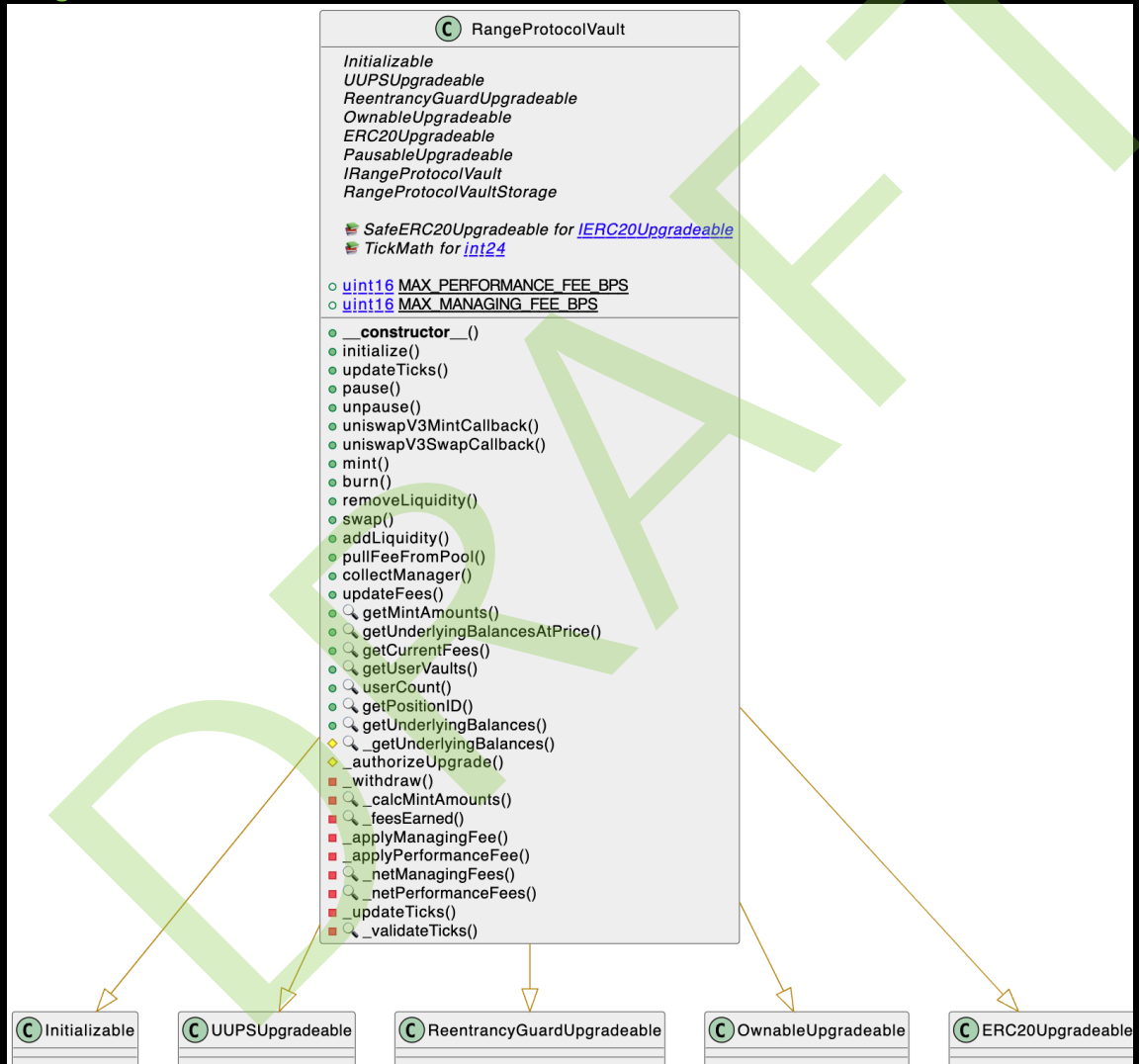
CONTRACT UPGRADABILITY

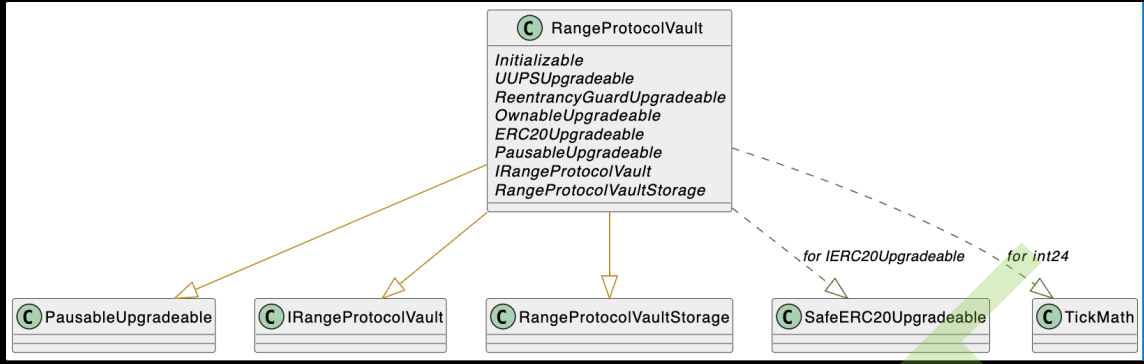


5.1 Solution Structure

The team at Halborn analyzed the structure of the smart contracts in scope to make sure all future upgrades are secure. The Range Protocol team decided to use the `UUPSUpgradeable` pattern for the `RangeProtocolVault` solution.

`RangeProtocolVault.sol`





C RangeProtocolVaultStorage

- int24 lowerTick
- int24 upperTick
- bool inThePosition
- bool mintStarted
- int24 tickSpacing
- IUniswapV3Pool pool
- IERC20Upgradeable token0
- IERC20Upgradeable token1
- address factory
- uint16 managingFee
- uint16 performanceFee
- uint256 managerBalance0
- uint256 managerBalance1
- address=>UserVault userVaults
- address users

5.2 Storage

No possibility of storage collision between the proxy and implementation was identified. The Range Protocol team is using the standard [ERC1967Proxy](#) along with the [UUPSUpgradeable](#).

Name	Type	Slot	Offset	Bytes	Contract
_initialized	uint8	0	0	1	contracts/RangeProtocolVault.sol:RangeProtocolVault
_initializing	bool	0	1	1	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[50]	1	0	1600	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[50]	51	0	1600	contracts/RangeProtocolVault.sol:RangeProtocolVault
_status	uint256	101	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[49]	102	0	1568	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[50]	151	0	1600	contracts/RangeProtocolVault.sol:RangeProtocolVault
_manager	address	201	0	20	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[49]	202	0	1568	contracts/RangeProtocolVault.sol:RangeProtocolVault
_balances	mapping(address => uint256)	251	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
_allowances	mapping(address => mapping(address => uint256))	252	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
_totalSupply	uint256	253	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
_name	string	254	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
_symbol	string	255	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[45]	256	0	1440	contracts/RangeProtocolVault.sol:RangeProtocolVault
_paused	bool	301	0	1	contracts/RangeProtocolVault.sol:RangeProtocolVault
__gap	uint256[49]	302	0	1568	contracts/RangeProtocolVault.sol:RangeProtocolVault
lowerTick	int24	351	0	3	contracts/RangeProtocolVault.sol:RangeProtocolVault
upperTick	int24	351	3	3	contracts/RangeProtocolVault.sol:RangeProtocolVault
inThePosition	bool	351	6	1	contracts/RangeProtocolVault.sol:RangeProtocolVault
mintStarted	bool	351	7	1	contracts/RangeProtocolVault.sol:RangeProtocolVault
tickSpacing	int24	351	8	3	contracts/RangeProtocolVault.sol:RangeProtocolVault
pool	contract IUniswapV3Pool	351	11	20	contracts/RangeProtocolVault.sol:RangeProtocolVault
token0	contract IERC20Upgradeable	352	0	20	contracts/RangeProtocolVault.sol:RangeProtocolVault
token1	contract IERC20Upgradeable	353	0	20	contracts/RangeProtocolVault.sol:RangeProtocolVault
factory	address	354	0	20	contracts/RangeProtocolVault.sol:RangeProtocolVault
managingFee	uint16	354	20	2	contracts/RangeProtocolVault.sol:RangeProtocolVault
performanceFee	uint16	354	22	2	contracts/RangeProtocolVault.sol:RangeProtocolVault
managerBalance0	uint256	355	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
managerBalance1	uint256	356	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
userVaults	mapping(address => struct RangeProtocolVaultStorage.UserVault)	357	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault
users	address[]	358	0	32	contracts/RangeProtocolVault.sol:RangeProtocolVault

5.3 Initialization

Every initialization function is correctly protected with the `initializer` modifier, preventing any possible re-initialization:

Listing 16: RangeProtocolVault.sol (Line 74)

```

70     function initialize(
71         address _pool,
72         int24 _tickSpacing,
73         bytes memory data
74     ) external override initializer {
75         (address manager, string memory _name, string memory
76         ↪ _symbol) = abi.decode(
77             data,
78             (address, string, string)
79         );
80
81         __UUPSUpgradeable_init();
82         __ReentrancyGuard_init();

```

```

82     __Ownable_init();
83     __ERC20_init(_name, _symbol);
84     __Pausable_init();
85
86     _transferOwnership(manager);
87
88     pool = IUniswapV3Pool(_pool);
89     token0 = IERC20Upgradeable(pool.token0());
90     token1 = IERC20Upgradeable(pool.token1());
91     tickSpacing = _tickSpacing;
92     factory = msg.sender;
93
94     performanceFee = 250;
95     managingFee = 0;
96     // Managing fee is 0% at the time vault initialization.
97     emit FeesUpdated(0, performanceFee);
98 }

```

The `RangeProtocolVaultStorage` contract is the only custom parent contract for the `RangeProtocolVault` and it has no initializer. Other third party parent contracts are correctly initialized.

`RangeProtocolVault`

- UUPSUpgradeable [X]
- ReentrancyGuardUpgradeable [X]
- OwnableUpgradeable [X]
- ERC20Upgradeable [X]
- PausableUpgradeable [X]

All relevant contracts implement constructor with `_disableInitializers()`:

Listing 17: `RangeProtocolVault.sol`

```

58     constructor() {
59         _disableInitializers();
60     }

```

5.4 Deployment

The `RangeProtocolVault` is being deployed and initialized with a single transaction by means of the `RangeProtocolFactory`.

```
function _createVault(
    address tokenA,
    address tokenB,
    uint24 fee,
    address pool,
    address implementation,
    bytes memory data
) internal returns (address vault) {
    if (data.length == 0) revert FactoryErrors.NoVaultInitDataProvided();
    if (tokenA == tokenB) revert();
    address token0 = tokenA < tokenB ? tokenA : tokenB;
    if (token0 == address(0x0)) revert("token cannot be a zero address");

    int24 tickSpacing = IUniswapV3Factory(factory).feeAmountTickSpacing(fee);
    vault = address(
        new ERC1967Proxy(
            implementation,
            abi.encodeWithSelector(INIT_SELECTOR, pool, tickSpacing, data)
        )
    );
    _vaultsList.push(vault);
}
```




AUTOMATED TESTING

6.1 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.

Results:

RangeProtocolFactory

```

INFO:Detectors:
ERC1967Upgrade_upgradeToAndCall(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#487) ignores return value by Address.functionDelegateCall(newImplementation,data) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967UpgradeUpgradeToAndCallSecure(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#476-484) ignores return value by Address.functionDelegateCall(newImplementation,data) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967UpgradeUpgradeToAndCallSecure(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#486-494) ignores return value by Address.functionDelegateCall(newImplementation,abi.encodeWithSignature(upgradeTo(address),oldImplementation)) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967UpgradeUpgradeToAndCallSecure(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#412-418) ignores return value by Address.functionDelegateCall(IBeacon(newBeacon),Implementation),data) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#419)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#unused-return
INFO:Detectors:
RangeProtocolFactory_constructor(address)_initWeb3Factory (contracts/RangeProtocolFactory.sol#429) lacks a zero-check on :
Factory = newWeb3Factory (contracts/RangeProtocolFactory.sol#430)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#missing-zero-address-validation
INFO:Detectors:
RangeProtocolFactory_upgradeToAndCall(address,address) (contracts/RangeProtocolFactory.sol#412-418) has external calls inside a loop: (success) = _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#loops-with-external-calls
INFO:Detectors:
RangeProtocolFactory_createWeb3Factory(address,address,uint256,address.bytes) (contracts/RangeProtocolFactory.sol#410-416)
External calls:
- _initWeb3Factory(ERC1967ProxyImplementation,abi.encodeWithSelector(INIT_SELECTOR,_pool,tickQuoting,abi)) (contracts/RangeProtocolFactory.sol#419-424)
State variables written after the call(s):
- _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#centrality-vulnerabilities-2
INFO:Detectors:
RangeProtocolFactory_upgradeToAndCallSecure(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#476-484)
External calls:
- Address.functionDelegateCall(newImplementation,data) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967UpgradeUpgradeToAndCallSecure(address.bytes,bool) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#486)
Event emitted after the call(s):
- upgradeTo(newImplementation) (node_modules/@openzeppelin/contracts/proxy/ERC1967/ERC1967Upgrade.sol#482)
RangeProtocolFactory_upgradeToAndCall(address,address) (contracts/RangeProtocolFactory.sol#412-418)
External calls:
- _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
Event emitted after the call(s):
- _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
RangeProtocolFactory_createWeb3Factory(address,address,uint256,address.bytes) (contracts/RangeProtocolFactory.sol#410-416)
External calls:
- _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
Event emitted after the call(s):
- _initWeb3Factory(abi.encodeWithSelector(UPGRADE_SELECTOR,_map)) (contracts/RangeProtocolFactory.sol#432)
Reference: https://github.com/crytic/slither/wiki/Detector-Documentation#centrality-vulnerabilities-3
INFO:Detectors:
Proxy_delegates(address) (node_modules/@openzeppelin/contracts/proxy/Proxy.sol#21-41) uses assembly
INLINE ASM (node_modules/@openzeppelin/contracts/proxy/Proxy.sol#21-41)
Address_isContract(address) (node_modules/@openzeppelin/contracts/utils/Address.sol#26-35) uses assembly
INLINE ASM (node_modules/@openzeppelin/contracts/utils/Address.sol#26-35)
Address_verifyCallResult(bool,bytes,string) (node_modules/@openzeppelin/contracts/utils/Address.sol#171-180) uses assembly
INLINE ASM (node_modules/@openzeppelin/contracts/utils/Address.sol#171-180)
StorageSlot_getAddressSlot(bytes32) (node_modules/@openzeppelin/contracts/utils/StorageSlot.sol#41-55) uses assembly
INLINE ASM (node_modules/@openzeppelin/contracts/utils/StorageSlot.sol#41-55)

```


AUTOMATED TESTING

AUTOMATED TESTING

All the issues flagged by Slither were found to be either false positives or issues already reported.

6.2 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 in order to locate any vulnerabilities.

Results:

Report for contracts/RangeProtocolFactory.sol
<https://dashboard.mythx.io/#/console/analyses/199283ea-f5d1-400a-9eee-ba3f0ba7f7d7>

Line	SWC Title	Severity	Short Description
17	(SWC-123) Requirement Violation	Low	Requirement violation.
90	(SWC-110) Assert Violation	Low	A user-provided assertion failed.
132	(SWC-123) Requirement Violation	Low	Requirement violation.

All the issues flagged by MythX were found to be either false positives or issues already reported.

THANK YOU FOR CHOOSING

// HALBORN