

# Kambria

**Smart Contract Security Audit** 

Prepared by ShellBoxes
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# 1 Introduction

Kambria engaged ShellBoxes to conduct a security assessment on the Kambria beginning on Nov 21<sup>st</sup>, 2022 and ending Nov 24<sup>th</sup>, 2022. In this report, we detail our methodical approach to evaluate potential security issues associated with the implementation of smart contracts, by exposing possible semantic discrepancies between the smart contract code and design document, and by recommending additional ideas to optimize the existing code. Our findings indicate that the current version of smart contracts can still be enhanced further due to the presence of many security and performance concerns.

This document summarizes the findings of our audit.

#### 1.1 About Kambria

Kambria, an open innovation platform for Deep Tech.

Issuer	Kambria		
Website	https://kambria.io		
Туре	Solidity Smart Contract		
Documentation	KAT BEP20 Smart contract Documentation		
Audit Method	Whitebox		

### 1.2 Approach & Methodology

ShellBoxes used a combination of manual and automated security testing to achieve a balance between efficiency, timeliness, practicability, and correctness within the audit's scope. While manual testing is advised for identifying problems in logic, procedure, and implementation, automated testing techniques help to expand the coverage of smart contracts and can quickly detect code that does not comply with security best practices.

#### 1.2.1 Risk Methodology

Vulnerabilities or bugs identified by ShellBoxes are ranked using a risk assessment technique that considers both the LIKELIHOOD and IMPACT of a security incident. This framework is effective at conveying the features and consequences of technological vulnerabilities.

Its quantitative paradigm enables repeatable and precise measurement, while also revealing the underlying susceptibility characteristics that were used to calculate the Risk scores. A risk level will be assigned to each vulnerability on a scale of 5 to 1, with 5 indicating the greatest possibility or impact.

- Likelihood quantifies the probability of a certain vulnerability being discovered and exploited in the untamed.
- Impact quantifies the technical and economic costs of a successful attack.
- Severity indicates the risk's overall criticality.

Probability and impact are classified into three categories: H, M, and L, which correspond to high, medium, and low, respectively. Severity is determined by probability and impact and is categorized into four levels, namely Critical, High, Medium, and Low.



Likelihood

# 2 Findings Overview

### 2.1 Summary

The following is a synopsis of our conclusions from our analysis of the Kambria implementation. During the first part of our audit, we examine the smart contract source code and run the codebase via a static code analyzer. The objective here is to find known coding problems statically and then manually check (reject or confirm) issues highlighted by the tool. Additionally, we check business logics, system processes, and DeFi-related components manually to identify potential hazards and/or defects.

## 2.2 Key Findings

In general, this token contract is well-designed and constructed, but its implementation might be improved by addressing the discovered flaws, which include, 1 medium-severity, 3 low-severity vulnerabilities.

Vulnerabilities	Severity	Status
SHB.1. Power Centralization For The MINTER_ROLE	MEDIUM	Fixed
User		
SHB.2. Approve Race Condition	LOW	Fixed
SHB.3. The Owner Can Renounce Ownership	LOW	Fixed
SHB.4. Floating Pragma	LOW	Fixed

# 3 Finding Details

### SHB.1 Power Centralization For The MINTER\_ROLE User

- Severity: MEDIUM - Likelihood: 2

Status: FixedImpact: 2

#### **Description:**

The mintTo function allows any MINTER\_ROLE user to mint any amount of tokens to any receiver address. This represents a significant centralization where the MINTER\_ROLE has too much power in the contract. Having this logic, the minter can increase the totalSupply of the token therefore decreasing its value. The same issue was found in the mint function.

#### Files Affected:

#### SHB.1.1: BEP20Token

```
function mint(uint256 amount) public onlyRole(MINTER ROLE) returns (
884
        \hookrightarrow bool) {
      mint( msgSender(), amount);
      return true;
    }
887
888
    function mintTo(address receiver, uint256 amount) public onlyRole(
889
        mint(receiver, amount);
890
      return true:
891
    }
892
```

#### Recommendation:

Consider having a limited maximum supply, or the MINTER\_ROLE should be a DAO or a multisig wallet.

#### **Updates**

The Kambria team has resolved the issue by limiting the supply to 5 billion (5\*1e9).

```
SHB.1.2: BEP20Token
     function mint(uint256 amount) public onlyRole(MINTER_ROLE) returns (
        \hookrightarrow bool) {
      require( totalSupply+amount<=5*1e9, "Max total supply is 5
707
         bilion");
       mint( msgSender(), amount);
708
      return true;
709
     }
710
711
     function mintTo(address receiver, uint256 amount) public onlyRole(
712
        require( totalSupply+amount<=5*1e9, "Max total supply is 5
713
          bilion");
       mint(receiver, amount);
      return true;
715
     }
716
```

### SHB.2 Approve Race Condition

- Severity: LOW - Likelihood:1

Status: FixedImpact: 2

#### **Description:**

The standard ERC20 implementation contains a widely known race condition in its approve function.

#### **Exploit Scenario:**

A spender can witness the token owner broadcast a transaction altering their approval and quickly sign and broadcast a transaction using transferFrom to move the current approved amount from the owner's balance to the spender. If the spender's transaction is validated before the owner's, the spender will be able to get both approval amounts of both transactions.

#### Files Affected:

#### SHB.2.1: BEP20Token

#### Recommendation:

We recommend using increaseAllowance and decreaseAllowance functions to modify the approval amount instead of using the approve function to do so.

#### **Updates**

The Kambria team resolved the issue by disabling the approve function and using the increaseAllowance and the decreaseAllowance functions.

#### SHB.2.2: BEP20Token

```
function approve(address spender, uint256 amount) external {
revert("The approve function is disabled, use the increaseAllowance and decreaseAllowance");
```

641 }

### SHB.3 The Owner Can Renounce Ownership

Severity: LOW
 Likelihood:1

Status: FixedImpact: 2

#### **Description:**

Typically, the account that deploys the contract is also its owner. Consequently, the owner is able to engage in certain privileged activities in his own name. In smart contracts, the renounceOwnership function is used to renounce ownership, which means that if the contract's ownership has never been transferred, it will never have an owner, rendering some owner-exclusive functionality unavailable.

#### Files Affected:

#### SHB.3.1: BEP20Token

```
698 contract BEP20Token is Context, IBEP20, Ownable, AccessControl {
```

#### Recommendation:

We recommend that you prevent the owner from calling renounceOwnership without first transferring ownership to a different address. Additionally, if you decide to use a multisignature wallet, then the execution of the renounceOwnership will require at least two or more users to be confirmed. Alternatively, you can disable the Renounce Ownership functionality by overriding it.

#### **Updates**

The Kambria team resolved the issue by removing the renounceOwnership function.

### SHB.4 Floating Pragma

Severity: LOW
 Likelihood:1

- Status: Fixed - Impact: 1

#### **Description:**

The contract makes use of the floating-point pragma 0.8.0. Contracts should be deployed using the same compiler version. Locking the pragma helps ensure that contracts will not be unintentionally deployed using another pragma, which in some cases may be an obsolete version that may introduce issues to the contract system.

#### Files Affected:

#### SHB.4.1: BEP20Token

```
5 // SPDX-License-Identifier: MIT
```

6 pragma solidity ^0.8.13;

#### Recommendation:

Consider locking the pragma version. It is advised that floating pragma should not be used in production. Both truffle-config.js and hardhat.config.js support locking the pragma version.

#### **Updates**

The Kambria team resolved the issue by locking the pragma version to 0.8.13.

# 4 Best Practices

## **BP.1** Remove SafeMath Library

#### **Description:**

The SafeMath library validates if an arithmetic operation would result in an integer over-flow/underflow. If it would, the library throws an exception, effectively reverting the transaction.

Since Solidity 0.8, the overflow/underflow check is implemented.

You don't need the SafeMath library for a solidity compiler version 0.8.13, it's recommended to change all arithmetic operations in the contract:

```
x.add(y) to x + y
x.sub(y) to x - y
x.mul(y) to x * y
```

#### Files Affected:

```
BP.1.1: BEP20Token

using SafeMath for uint256;
```

#### Status - Fixed

# BP.2 Initialize State Token Attributes In The Contract Declaration

#### **Description:**

Try initializing the tokens "\_name," "\_symbol," and "\_decimals" directly in the contract declaration as constant variables instead of initializing them in the constructor().

#### Files Affected:

#### BP.2.1: BEP20Token

```
constructor() {
    _name = 'Kambria Token';
    _symbol = 'KAT';
    _decimals =18;
```

#### Status - Fixed

### **BP.3** Set The Admin Role In The Constructor

#### **Description:**

To set the ADMIN\_ROLE as an admin role of MINTER\_ROLE, you don't need to override the getRoleAdmin function; instead, use the admin role setter function setRoleAdmin(MINTER\_ROLE,ADMIN\_ROLE) in the constructor.

#### Files Affected:

#### BP.3.1: BEP20Token

#### Status - Fixed

# **BP.4** Remove Unnecessary Functions

#### **Description:**

Use the grantRole function from AccessControl to assign a role to a specific account, and remove the grantMinterRole and grantAdminRole functions from the BEP20Token contract.

#### Files Affected:

#### BP.4.1: BEP20Token

#### Status - Fixed

### **BP.5** Remove Zero Initialization

#### Files Affected:

#### BP.5.1: BEP20Token

```
__totalSupply = 0;

__balances[msg.sender] = __totalSupply;
```

#### Status - Fixed

# 5 Tests

#### Results:

- -> Contract: BEP20Token (20 passing)
- √ Should return owner address
- √ Should return ADMIN\_ROLE address
- √ Should return MINTER\_ROLE address
- √ Should return allowance
- √ Should return decimals
- ✓ Should return token name
- √ Should return symbol
- ✓ Should return boolean
- √ Should return total Supply
- √ Should return Boolean
- √ Should return balanceOf an account
- √ test mint 10000 amount
- √ test mintTo 10000 amount
- √ test decreaseAllowance
- √ test grantRole
- √ test renounceRole
- √ test revokeRole

- √ test increaseAllowance
- √ test transfer
- √ test burn

# 6 Conclusion

In this audit, we examined the design and implementation of Kambria contract and discovered several issues of varying severity. Kambria team addressed all the issues raised in the initial report and implemented the necessary fixes.

However Shellboxes' auditors advised Kambria Team to maintain a high level of vigilance and participate in bounty programs in order to avoid any future complications.

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