

# **Protocol Audit Report**

Version 1.0

Protocol Audit Report May 2, 2024

## **Protocol Audit Report**

Shishir S. Kakhandki

May 2, 2024

Prepared by: Shishir S. Kakhandki Lead Auditors: - Shishir S. Kakhandki

## **Table of Contents**

- Table of Contents
- Protocol Summary
- Disclaimer
- Risk Classification
- Scope
- Roles
- Issues found
- Findings
- High
- Informational
- Gas

## **Protocol Summary**

The protocol is looking to airdrop 100 USDC tokens on the zkSync era chain to 4 lucky addresses based on their activity on the Ethereum L1. The Ethereum addresses are:

- 1 0x20F41376c713072937eb02Be70ee1eD0D639966C
- 2 0x277D26a45Add5775F21256159F089769892CEa5B
- 3 **0**x0c8Ca207e27a1a8224D1b602bf856479b03319e7
- 4 **0**xf6dBa02C01AF48Cf926579F77C9f874Ca640D91D

Each address will recieve 25 USDC.

Protocol Audit Report May 2, 2024

## Disclaimer

The Shishir S. Kakhandki team makes all effort to find as many vulnerabilities in the code in the given time period, but holds no responsibilities for the findings provided in this document. A security audit by the team is not an endorsement of the underlying business or product. The audit was time-boxed and the review of the code was solely on the security aspects of the Solidity implementation of the contracts.

## **Risk Classification**

		Impact		
		High	Medium	Low
	High	Н	H/M	М
Likelihood	Medium	H/M	М	M/L
	Low	М	M/L	L

We use the CodeHawks severity matrix to determine severity. See the documentation for more details.

## Scope

```
1 ./src/
2 --> MerkleAirdrop.sol
3 ./script/
4 --> Deploy.s.sol
```

## **Roles**

Onwer - The one who can withdraw the fees earned by the claim function.

## **Issues found**

Severity	Number of issues found
High	1
Medium	0
Low	0
Info	2
Gas	1
Total	4

## **Findings**

## High

## [H-1] Incorrect merkle root generated, due to which users can claim more than they are elligible

**Description** The merkle root generated in line bytes32 **public** s\_merkleRoot = 0 xf69aaa25bd4dd10deb2ccd8235266f7cc815f6e9d539e9f4d47cae16e0c36a05 in Deploy.s.sol is passed to the MerkleAirdrop contract for verifying merkle proofs. This merkle root is generated in merkle.js

In makeMerkle.js, in line **const** amount = (25 \* 1e18).toString(), the variable amount is initialized with 18 decimal places while it should have been 6 for USDC causing incorrect merkle root generation

**Impact** More funds i.e. 25 \* 1e18 wei of USDC can be claimed by each user while they are only eligible for 25 \* 1e6

## **Proof of Concepts**

```
11 -
           address collectorOne = 0
      x20F41376c713072937eb02Be70ee1eD0D639966C;
            address collectorOne = 0
12 +
      x20F41376c713072937eb02Be70ee1eD0D639966C;
14 -
            bytes32 proof0ne = 0
      x32cee63464b09930b5c3f59f955c86694a4c640a03aa57e6f743d8a3ca5c8838;
15 -
            bytes32 proofTwo = 0
      x8ff683185668cbe035a18fccec4080d7a0331bb1bbc532324f40501de5e8ea5c;
16
17 +
            bytes32 proof0ne = 0
      x4fd31fee0e75780cd67704fbc43caee70fddcaa43631e2e1bc9fb233fada2394;
18 +
            bytes32 proofTwo = 0
      xc88d18957ad6849229355580c1bde5de3ae3b78024db2e6c2a9ad674f7b59f84;
19
20 -
            bytes32[] proof = [proofOne, proofTwo];
21 +
            bytes32[] proof = [proofOne, proofTwo];
22
23
           function testClaimMoreEthThanEligile() public {
               uint newAmountToCollect = (25 * 1e18);
24
               uint256 startingBalance = token.balanceOf(collectorOne);
               vm.deal(collectorOne, airdrop.getFee());
26
27
               vm.startPrank(collectorOne);
28
               airdrop.claim{ value: airdrop.getFee() }(collectorOne,
                   newAmountToCollect, proof);
29
               vm.stopPrank();
               uint256 endingBalance = token.balanceOf(collectorOne);
               assertEq(endingBalance - startingBalance,
                   newAmountToCollect);
32
           }
```

 $The \mbox{merkleRoot mentioned above is generated for address} \mbox{0} \times 20 F41376 c713072937 eb02Be70ee1eD0D6399 with claim amount 25 * 1e18 and proof 0 \times 4 fd31 fee0e75780 cd67704 fbc43 caee70 fddcaa43631e2e1b and 0 \times c88d18957 ad6849229355580 c1bde5de3ae3b78024db2e6c2a9ad674f7b59f84 using the script mentioned in makeMerkle.js}$ 

```
Recommended mitigation Change line const amount = (25 * 1e18).toString() in makeMerkle.jstoconst amount = (25 * 1e6).toString()
```

#### Informational

[I-1] Move the if block which checks for invalid fee and invalid merkel proofs to a modifier, for cleaner code and better readability

**Description** In the MerkleAirdrop.sol::claim, the "if" blocks make the code cluttered and hard to read

```
function claim(address account, uint256 amount, bytes32[] calldata
      merkleProof) external payable {
2
           if (msg.value != FEE) {
                revert MerkleAirdrop__InvalidFeeAmount();
3
4
5
           bytes32 leaf = keccak256(bytes.concat(keccak256(abi.encode(
               account, amount))));
           if (!MerkleProof.verify(merkleProof, i_merkleRoot, leaf)) {
6
7
               revert MerkleAirdrop__InvalidProof();
           }
8
9
           emit Claimed(account, amount);
10
           i_airdropToken.safeTransfer(account, amount);
       }
11
```

**Impact** Decreased readability and not a best practice

**Recommended mitigation** In the MerkleAirdrop.sol::claim, the "if" blocks which check for invalid fee and invalid merkel proofs can be moved to modifiers, like so:

```
+ modifier validFee() {
2
             require(msg.value == FEE, "MerkleAirdrop__InvalidFeeAmount");
3 +
             _;
         }
4
6
  + modifier validMerkleProof(address account, uint256 amount, bytes32[]
      calldata merkleProof) {
 7 +
            bytes32 leaf = keccak256(abi.encode(account, amount));
            require(MerkleProof.verify(merkleProof, i_merkleRoot, leaf), "
8 +
      MerkleAirdrop__InvalidProof");
9 +
            _;
10 +
        }
11
  + function claim(address account, uint256 amount, bytes32[] calldata
      merkleProof) external payable validFee validMerkleProof(account,
      amount, merkleProof) {
- function claim(address account, uint256 amount, bytes32[] calldata
      merkleProof) external payable {
14 -
           if (msg.value != FEE) {
               revert MerkleAirdrop__InvalidFeeAmount();
15 -
16 -
           }
           bytes32 leaf = keccak256(bytes.concat(keccak256(abi.encode(
17
      account, amount))));
           if (!MerkleProof.verify(merkleProof, i_merkleRoot, leaf)) {
18 -
                revert MerkleAirdrop__InvalidProof();
19 -
20 -
           }
           emit Claimed(account, amount);
21
           i_airdropToken.safeTransfer(account, amount);
22
23
       }
```

## [I-2] Using variable names instead of raw values is advisable for a cleaner and readable code

**Description** In Deploy.s.sol::runatlineIERC20(0x1d17CBcF0D6D143135aE902365D2E5e2A16538D4).transfer(address(airdrop), s\_amountToAirdrop),theaddress0x1d17CBcF0D6D143135aE902is declared raw

**Impact** Not a best practice and considered messy code

**Recommended mitigation** Change the access modifier of s\_zkSyncUSDC declared above to constant and use that instead, like so:

```
address public s_zkSyncUSDC = 0
      x1D17CbCf0D6d143135be902365d2e5E2a16538d4;
      address public constant s_zkSyncUSDC = 0
      x1D17CbCf0D6d143135be902365d2e5E2a16538d4;
3
       function run() public {
4
           vm.startBroadcast();
           MerkleAirdrop airdrop = deployMerkleDropper(s_merkleRoot,
              IERC20(s_zkSyncUSDC));
6
           // Send USDC -> Merkle Air Dropper
           //@audit could have used the variable
8 -
           IERC20(0x1d17CBcF0D6D143135aE902365D2E5e2A16538D4).transfer(
      address(airdrop), s_amountToAirdrop);
9 +
          IERC20(s_zkSyncUSDC).transfer(address(airdrop),
      s_amountToAirdrop);
          vm.stopBroadcast();
11
       }
```

#### Gas

## [G-1] State variables can be changed to constant to save gas

**Description**In Deploy.s.sol the following variables can be declared as constant to save on Gas

**Recommended mitigation** Kindly use constant and immutable keywords wherever applicable to save some valuable gas