OpenZeppelin Community Contracts Audit

OpenZeppelin

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Summary

Type Library Total Issues 15 (12 resolved)

Timeline From 2025-03-13 Critical Severity 0 (0 resolved)

To 2025-03-21 Issues

Languages Solidity High Severity 1 (1 resolved) Issues

Medium Severity 2 (2 resolved)

Issues

Low Severity Issues 4 (3 resolved)

Notes & Additional 8 (6 resolved)
Information

Scope

We audited the <u>OpenZeppelin/openzeppelin-community-contracts</u> repository at commit 18db32c.

In scope were the following files:

```
contracts
 — account
   — Account.sol
     AccountCore.sol
      - extensions
        AccountERC7579.sol
         AccountERC7579Hooked.sol
       ERC7821.sol
  token/ERC20/extensions/ERC20Bridgeable.sol
  - utils/cryptography
    AbstractSigner.sol
     — ERC7739.sol
     — ERC7739Utils.sol
     — SignerECDSA.sol
    — SignerERC7702.sol
    — SignerP256.sol
     SignerRSA.sol
```

Update: All resolutions and the final state of the audited codebase mentioned in this report are contained at commit 630ba44. In addition, at the commit 139b11f, the Account.sol contract was removed and AccountCore.sol was renamed to Account.sol. Files that imported these files were updated accordingly.

Please note that changes introduced to contracts not in-scope for this audit were not part of the additional reviews.

System Overview

Accounts

The AccountCore.sol abstract contract is a simple account implementation that is <u>ERC-4337</u> compliant. This contract is meant to be unopinionated and has no mechanism for performing external calls. Implementing this mechanism is left to the developer inheriting from this contract, who also is able to choose the desired signing mechanism. The Account.sol is an abstract contract meant to be a more opinionated account implementation that also inherits from ERC-7739 to prevent signature replayability between smart accounts.

As its name suggests, the AccountERC7579.sol abstract contract complies with ERC-7579 and offers developers a modular option for smart accounts. This contract, by default, forces the validation to come from the validation module rather than a signer. The AccountERC7579Hooked.sol abstract contract extends the AccountERC7579.sol contract to add hook modules on top the validation, execution, and fallback ones. Lastly, the ERC7821.sol abstract contract adds functionality for batch execution following the ERC-7821 specifications.

ERC20Bridgeable

The <code>ERC20Bridgeable.sol</code> abstract contract implements the <code>ERC-7802</code> token interface for better cross-chain interoperability. This bridgeable ERC-20 token contract is meant to be deployed on several different chains that may come with different security underpinnings. The implementation itself has no distinction between the native chain, i.e. the chain where the token originated from, and non-native chains, i.e. the chains where the token can be bridged to.

When inheriting this contract, consider these two cases separately to avoid inconsistencies from independently running token contracts on several chains. For instance, if the total supply of a token needs to be capped, one should avoid (pre)minting or burning on non-native chains for consistent accounting on the native chain.

ERC7739

The ERC7739.sol abstract contract and the ERC7739Utils library allow developers to easily build a smart account that follows ERC-7739. The motivation behind ERC-7739 is to prevent signature replayability by including information such as the address and chain ID of the account itself in an EIP-712-compliant manner.

Signers

The AbstractSigner is an abstract contract that all signers implement. It has one function, rawSignatureValidation, that must be implemented by the child contracts. The other signer contracts provide different signing methods, including ECDSA, P256, and RSA, and use OpenZeppelin cryptography libraries accordingly to perform the verification.

Security Model and Trust Assumptions

The ERC-4337 accounts depend on the <code>Entrypoint</code> singleton contract to function correctly and for the address to be set correctly, as there are protected functions that are protected by the <code>onlyEntryPoint</code> and <code>onlyEntryPointOrSelf</code> modifiers. The ERC-7579 accounts have a similar trust assumption as only the entry point or the account contract itself can install and uninstall the different modules. Furthermore, the modules themselves need to be trusted by the account installing them so as to not be malicious and to follow the appropriate specifications.

The ERC20Bridgeable.sol contract allows trusted token bridge(s) to mint and burn any user's balance on this token contract. Hence, the bridging mechanism, such as token address matching, L1 contract address aliasing, failed token recovery, bridging initiation, and withdrawal proofs, etc. on each deployed chain should be examined before giving the bridge(s) powerful minting/burning privileges.

The trusted bridge address may be updated over time. Thus, the ERC20Bridgeable.sol contract can be expected to be used in combination with certain access control mechanisms to ensure that the most up-to-date and correct bridge address is used for each interfacing chain at all times.

In addition, care should be taken when building custom integrations using other templates like ERC20Paused or ERC20Capped since such features rely on invariants that might not hold anymore or might interfere with bridging. The only privileged party is the bridge address, being in charge of calling the crossChainMint and crossChainBurn functions.

The signer contracts depend on a state variable that is set using the <u>_setSigner</u> function. This variable is a public key that is stored inside the contract. It is advised to call the <u>_setSigner</u> function during construction or initialization to prevent front-running.

High Severity

H-01 ERC7821 Does Not Replace address(0) With address(this)

ERC-7821 proposes a standard to be used with EIP-7702 for EOAs to perform atomic batched execution. The <u>specifications</u> of ERC-7821 state that "For calldata compression efficiency, if a Call.target is address(0), it will be replaced with address(this) ". However, this replacement is <u>not done</u>. Worse, calls to address(0) are made as <u>low-level calls</u> and would thus silently fail while burning msg.value.

The original intention behind the EIP was for users to be able to save gas by using calls to address(0) as a way for the delegated account to recursively call itself. As the ERC7821 contract is abstract, the exact impact would depend on the implementation used and whether such recursive calls are to be expected. Usage of this feature may result in loss of funds, or having transactions silently failing with undefined consequences.

Consider replacing address(0) with address(this) when executing a batch of calls to better match the specifications and prevent any loss of funds.

Update: Resolved in <u>pull request #5602</u> at commit <u>e8fbea2</u> and in <u>pull request #100</u> at commit <u>0d692f5</u>. The Solidity Contracts team stated:

Fixed in <u>OpenZeppelin Contracts</u> along with a dependency update to <u>OpenZeppelin Community Contracts</u> where the ERC-7821 implementation is hosted.

Medium Severity

M-01 Modules Can Be Uninstalled With the Wrong moduleTypeId

When uninstalling a module, there is no validation that the moduleTypeId is supported. Passing an unsupported type ID (e.g., MODULE_TYPE_HOOK for a non-hooked AccountERC7579) makes it possible to call onUninstall on any address.

This could notably result in calling <code>onUninstall</code> on an installed module without the installed module being <u>correctly removed from storage</u>, which would put the account in an incorrect state. This would also incorrectly emit the <u>ModuleUninstalled event</u>, which could mislead trackers of such events. While unlikely, users mistakenly uninstalling a module with the wrong module ID may end up bricking their account.

Consider validating that the module type is supported when uninstalling it.

Update: Resolved in pull request #99 at commit 8e3aec7.

M-02 isValidSignature Forwards address(this) Instead of msg.sender

The <u>isValidSignature function</u> adds support for <u>EIP-1271</u> signature validation following the <u>EIP-7579 specifications</u>. The <u>signature</u> argument is decoded and the inner signature is forwarded to a validator module.

The <u>specifications</u> state that "If ERC-1271 forwarding is implemented, the validator MUST be called with

isValidSignatureWithSender(address sender, bytes32 hash, bytes signature), where the sender is the msg.sender of the call to the smart account". This is also what is done in the standard ERC-7579 implementation. However, the sender is forwarded as being address(this) instead of msg.sender, which could cause unexpected results when validating signatures.

Consider either documenting this choice to move away from the specifications, or correcting the implementation to forward msg.sender.

Update: Resolved in pull request #99 at commit d5a8c41.

Low Severity

L-01 L1 Contract Address Aliasing On L2

On L2 rollup chains, it is a common practice to have address aliasing for L1 contracts, see for example Optimism. Hence, when the ERC20Bridgeable.sol contract is deployed on an L2

chain, one needs to be aware that the <u>msg.sender</u> parameter can be an aliased L1 contract address, an L2 contract address, or an L1/L2 EOA address.

While this does not directly pose a threat to the <code>ERC20Bridgeable.sol</code> contract, usage of plain <code>msg.sender</code> instead of the standard <code>Context.sol</code> pattern of using a reimplementable internal <code>_msgSender</code> function limits the flexibility of potentially unaliasing the caller's address if coming directly from an L1. Developers must be aware of this, especially when building custom integrations that might happen to have <code>msg.sender</code> being an aliased address.

Consider either using _msgSender(), leaving a note for developers to handle internal logic for unaliasing if needed. Alternatively, consider documenting the usage of msg.sender against aliasing edge cases.

Update: Resolved in pull request #99 at commit 990d737.

L-02 Missing and Misleading Documentation

Throughout the codebase, multiple instances of missing and/or misleading documentation were identified:

- In <u>line 59</u> and in <u>line 62</u> of <u>ERC7739Utils.sol</u>, the comment calls the separator the <u>DOMAIN_SEPARATOR</u>, but in the <u>ERC-7739 spec</u>, it is named <u>APP_DOMAIN_SEPARATOR</u>. Consider updating the comment to call it <u>APP_DOMAIN_SEPARATOR</u> for improved clarity.
- In <u>line 61</u> of <u>ERC7739Utils.sol</u>, the comment states that this is the "original signature for the nested struct hash that includes the contents hash", but this would be more clear if it is explicitly stated that this is the signature over the <u>finalTypedDataSignHash</u>.
- In <u>line 62</u> of <u>ERC7739Utils.sol</u>, the comment states that this is the separator of the "smart contract verifying the signature", but it would be clearer to say the "application smart contract" instead.
- In <u>line 126</u> of <u>ERC7739Utils.sol</u>, the comment says "string-string-bytes32-string-bytes", but it should say "string-string-bytes32-bytes" instead to reflect the inputs of the <u>typedDataSignStructHash</u> function.
- In <u>line 143</u> and in <u>line 169</u> of <u>ERC7739Utils.sol</u>, the variable is named <u>contentsTypeName</u>, but the name could be changed to <u>contentsName</u> to align with the <u>ERC-7739 spec</u>.

- The decodeTypedDataSig function in ERC7739Utils.sol could use documentation which states that upon a failure to decode, it returns empty data instead of reverting.
- In <u>line 16</u> of Account.sol, the comment suggests that it implements ERC-7821, but it does not. Consider removing this comment or clarifying that it would need to be inherited.
- In <u>line 41</u> of <u>ERC7739.sol</u>, it is stated that "we return the magic value too", but this could be changed to "we return the magic value of <u>0x77390001</u>" since there are two potential magic values here, the aforementioned one and the magic value from ERC-1271.
- In <u>lines 19-20</u> of Account ERC7579.sol, the comment mentions that this contract implements ERC-7739, but it does not. Consider removing this comment.
- In <u>lines 170-171</u> of <u>AccountERC7579.sol</u>, the warning regarding combining with ERC-7739 could also be displayed in the <u>NatSpec of the contract</u> at the top of the file for more visibility.
- In <u>line 227</u> of AccountERC7579.sol, the description of the <u>bytes memory initData</u> as being a "tuple" is unclear, as it could be interpreted to mean the abi encoding of a tuple. The formulation could be changed to "the <u>initData</u> is expected to be the concatenation of a 4-byte selector and the rest of the data".
- In <u>lines 335-351</u> of Account ERC7579.sol, the comment that gives examples of similar behavior in other codebases could also list the example of the ERC-7579's reference implementation [1] [2].
- In AccountERC7579.sol, consider adding documentation for its lack of support for staticcall callType 0xfe
- In AccountERC7579.sol, the documentation could add a warning that users should be careful if uninstalling the last validator module as it could brick the account.
- In <u>lines 27-28 of SignerECDSA.sol</u>, <u>lines 27-28 of SignerP256.sol</u>, and <u>lines 27-28 of SignerRSA.sol</u>, the comment states the phrase "avoiding to call", but this could be changed to "not calling" to make the point clear that the <u>setSigner</u> function should indeed be called during construction or initialization to prevent front-running.
- The link format used to link to some EIPs leads to 404 errors. For example, "https://eips.ethereum.org/EIPS/eip-7766[ERC-7766]" linked in the draft-IERC4337 contract.
- In the <u>_rawSignatureValidation</u> function in <u>SignerRSA.sol</u>, the <u>hash</u> that is passed as input into RSA represents the message that was signed to produce the given signature that should be verified. This hash can be the output of any hash function (e.g.,

Keccak, SHA256, etc). Through the subsequent call to pkcs15ha256, this hash is <a href="https://hashed.com

Consider adding the missing comments and revising the aforementioned ones to improve consistency and more accurately reflect the implemented logic, making it easier for auditors and other parties examining the code to understand what each section of code is designed to do.

Update: Resolved in <u>pull request #99</u> at commit <u>c978c1f</u> and at commit <u>cc6e615</u>. The Solidity Contracts team stated:

- Account.sol was removed (and AccountCore.sol took its place)
- Link syntax corresponds to the doc generation system. It is not markdown format.

L-03 Type Name May Start Lowercase

The <u>decodeContentsDescr</u> function of <u>ERC7739Utils</u> retrieves the <u>contentsTypeName</u> and <u>contentsType</u> from the provided <u>contentsDescr</u>. The <u>ERC-7739</u> spec has the following recommendation towards this content type name:

For safety, it is RECOMMENDED to treat the signature as invalid if any of the following is true:

- contentsName is the empty string (i.e. bytes(contentsName).length
 == 0).
- contentsName starts with any of the following bytes abcdefghijklmnopqrstuvwxyz(.
- contentsName contains any of the following bytes ,)\x00.

While the <u>first</u> and <u>third</u> conditions are checked, the function lacks a check that <u>contentsTypeName</u> does not start with a lowercase character.

Consider making sure that **contentsTypeName** starts with an upper-case character to enforce the recommendation of the spec. Furthermore, consider updating the comment on <u>lines 161-162</u> to reflect this recommendation.

Update: Acknowledged, not resolved. The Solidity Contracts team stated:

The second recommendation is one that we discussed (at length) with the other ERC-7739 authors, and that we disagrea with. There is nothing in EIP-712 that prevents the contentsName to start with a lowercase letter. If an application uses such a contentsName, and request a signature, implementing the second recommendation would prevent such a signature from being produced. This would prevent the account from interracting with the application, possibly resulting in loss of funds (or similar). Therefore, we decided to purposefully not implement this recommendation.

L-04 Specification Mismatch in isValidSignature Method

The isValidSignature function returns either the <u>ERC-1271's magic value</u> or <u>bytes4(0xffffffff)</u>.

```
function isValidSignature(bytes32 hash, bytes calldata signature) public view virtual
override returns (bytes4) {
   // check signature length is enough for extraction
   if (signature.length >= 20) {
       (address module, bytes calldata innerSignature) =
extractSignatureValidator(signature);
       // if module is not installed, skip
       if (isModuleInstalled(MODULE TYPE VALIDATOR, module, Calldata.emptyBytes())) {
           // try validation, skip any revert
           try IERC7579Validator(module).isValidSignatureWithSender(address(this),
hash, innerSignature) returns (
               bytes4 magic
               if (magic == IERC1271.isValidSignature.selector) return magic;
           } catch {}
       }
   return bytes4(0xffffffff);
```

However, the <u>specifications</u> state that "The smart account's ERC-1271 <u>isValidSignature</u> function SHOULD return the return value of the validator that the request was forwarded to." While unlikely, it is possible that the validator may return something other than the ERC-1271 magic value or <u>bytes4(0xffffffff)</u>, in which case it would not be forwarded.

Consider returning the return value of the validator to better match the specifications.

Update: Resolved in <u>pull request #99</u> at commit <u>292d805</u>.

Notes & Additional Information

N-01 Missing IERC20 Interface Support

The <u>supportsInterface</u> function returns <u>true</u> for the IERC7802 and IERC165 interfaces but not for IERC20. In the case where the token bridge checks for IERC20 interface support, this may result in an unsuccessful bridging operation.

Consider returning true for type(IERC20).interfaceId as well.

Update: Acknowledged, not resolved. The Solidity Contracts team stated:

IERC20 interfaceld is not something common/standard. ERC-20 doesn't require this to be exposed, and a vast majority of ERC-20 contracts don't expose it (they don't include ERC-165 at all). The consequence is that since it is not exposed, it cannot reliably be checked/looked-up. For this reason, we prefer to not add the cost of exposing it knowing it will most likely never be checked. Note that the ERC document (that includes a reference implementation) does not mention exposing it https://eips.ethereum.org/EIPS/eip-7802.

N-02 Typographical Errors

Throughout the codebase, multiple instances of typographical errors were identified:

- In line 107 of ERC7739Utils.sol, "return" should be "returns".
- In <u>line 188</u> of <u>ERC7739Utils.sol</u>, "read contentsTypeName for the end" should be "read contentsTypeName from the end".
- In line 98 of AccountCore.sol, "implementation" should be "implementations".
- In <u>line 12</u> of Account.sol, "feature" should be "features" and "implementation" should be "implementations".
- In <u>line 14</u> of Account.sol, "ERC-712" should be "ERC-721" while the word "transfers" is used twice.
- In line 22 of Account ERC7579. sol, "these functionality" should be "this functionality".
- In line 343 and line 366 of Account ERC7579.sol, "replicated" should be "replicates".
- In line 382 of AccountERC7579. sol, "we would could use" should be "we could use".

- In <u>line 21</u> of ERC7821.sol, "should be implement by" should be "should be implemented by".
- In <u>line 12</u> of SignerECDSA.sol, <u>line 12</u> of SignerP256.sol, and <u>line 12</u> of SignerRSA.sol, "an" should be "a".
- In <u>line 13</u> of <u>SignerECDSA.sol</u>, <u>line 13</u> of <u>SignerP256.sol</u>, and <u>line 13</u> of <u>SignerRSA.sol</u>, "it's" should be "is" and "whose" should be "who's" or "who is".
- In <u>line 35</u> of SignerECDSA.sol, <u>line 38</u> of SignerP256.sol, and <u>line 36</u> of SignerRSA.sol, "initializater" should be "initializer".
- In <u>line 13</u> of <u>SignerERC7702.sol</u>, "ie." should be "i.e.".

In addition, the following instances were found in out-of-scope contracts:

- In <u>line 24</u> of <u>draft-IERC4337.sol</u>, "on-chain contacts" should be "on-chain contracts".
- In line 167 and line 173 of draft-IERC4337.sol, "up" should be "upon".
- In line 203 of draft-IERC7579.sol, "onInstall" should be "onUninstall".

To improve the code readability, consider correcting the above instances of typographical errors.

Update: Resolved in <u>pull request #99</u> at commit <u>ff0969a</u> and in <u>pull request #5561</u> at commit <u>b498d9a</u>.

N-03 Misleading Pragma

The <u>AccountERC7579 contract</u> has the following pragma: "pragma solidity ^0.8.24;". However, the code uses require with <u>custom errors</u>, which was <u>introduced in Solidity</u> 0.8.26. Therefore, this contract cannot be compiled with a version below 0.8.26.

Consider correcting the pragma to start from this version.

Update: Resolved in <u>pull request #99</u> at commit <u>94ba745</u>. The Solidity Contracts team stated:

Using 0.8.27 (in 0.8.26 the require with custom error is not available in the legacy pipeline).

N-04 Unused Error

The <u>InvalidContentsType error</u> in <u>ERC7739Util.sol</u> is unused. Furthermore, the comment mentions <u>tryValidateContentsType</u>, which is not found in the codebase as well.

Consider removing this unused error and comment for clarity improved code clarity and maintainability.

Update: Resolved in pull request #99 at commit 4fbed83.

N-05 Use of Old Entrypoint

The AccountCore is a simple ERC-4337 compliant contract that depends on the Entrypoint contract. The entryPoint function uses version <u>0.7</u>.

However, given that version 0.8 of the Entrypoint contract will be released soon, consider pointing to the address of the newer version or allowing the owner of the account to choose between using version 0.7 or 0.8.

Update: Resolved in <u>pull request #95</u> at commit <u>21d41ad</u> and in <u>pull request #97</u> at commit <u>7f8d84f</u>.

N-06 Unnecessary Processing

In the decodeTypedDataSig function of ERC7739Utils.sol, this line returns an empty string if sigLength < 4. However, if the signature length is less than 66, it will return an empty string later on in the function. That is because, at a minimum, 32 bytes are required for the separator, 32 bytes for the contents hash, and 2 bytes for the content description length.

Consider updating this check to return empty data if the sigLength is less than 66 in order to save gas in case of invalid signatures.

Update: Resolved in pull request #99 at commit 3e2b528.

N-07 Code Clarity Improvements

Throughout the codebase, multiple opportunities to improve code clarity were identified:

- When the Account ERC7579Hooked contract fails to install a hook module because there already is one installed, the error could be clearer and contain the already installed hook.
- If desired, the <u>accountId function</u> could be overridden by the <u>AccountERC7579Hooked</u> contract to display a different account name specifying that this account supports hooks, for example, "AccountERC7579Hooked".

Consider addressing the above instances to improve the clarity of the codebase.

Update: Resolved in pull request #99 at commit 1e14e42 and at commit 43737d7.

N-08 Non-strict Check on the Signature Length in SignerP256.sol

For the <u>_rawSignatureValidation</u> <u>function</u> in <u>SignerP256.sol</u>, if a signature is passed to the function that is longer than the signature length of 64 bytes, the function will just take the first 64 bytes and pass them to the verify function. This implies that a signature that is "valid" for the first 64 bytes, but has extra items attached at the end, would cause this function to return <u>true</u>. This is a design decision, motivated by giving freedom to the developer to use these extra arbitrary bytes.

However, the described behavior is not consistent across the other verifiers. Specifically, the implementation of _rawSignatureValidation in SignerECDSA.sol accepts the full signature and a strict check on the exact length of 65 bytes is performed in the called function from the Contracts library. Similarly, a strict check on the length of RSA signatures is performed in RSA.sol.

To ensure consistent behavior across all implemented verifying algorithms, consider modifying the check on the length in SignerP256.sol to be strict, as in if (signature.length != 0×40) return false; Note that this still leaves developer the freedom to pass additional data in calldata after the signature by overriding the rawSignatureValidation function of any of the three verifiers to add this functionality.

Update: Acknowledged, not resolved. The Solidity Contracts team stated:

While the recovery of P256 (secp256r1) signature does only use 64 bytes (r,s), some signers (like the one we use in our tests) do produce 65 bytes signature (r,s,v). The fact they verify doesn't use the v byte doesn't mean it should be an error to provide it. If provided, it can be safely ignored. If we were to modify the check, we would have to accept both 64 bytes long signature (completely used) or 65 bytes signatures (where the v byte is ignored). That would require a double condition, which is more expensive. In any way, we would be unable to distinguish between a 65th byte that is a v value, and something else. Overall, we think that it is ok to accept more than the required 64 bytes, and that anything more can be ignored. While we think it is essential to accept dropping 1 byte (for the v case), we decided to accept dropping any extra bytes provided. These extra bytes could be used by some extension to the signer. Our security doesn't rely on them, and we feel that their (eventual) presence doesn't weaken the security of the signer.

Conclusion

The OpenZeppelin Community Contracts introduce additional contracts and features to the OpenZeppelin Contracts library, including smart accounts, ERC20Bridgeable, ERC-7739, and signers. We commend the Solidity Contracts team for addressing user needs by incorporating new standards, enhancing existing features, and adding new utilities.

During the audit, particular care was taken to document edge cases, ensuring that integrators are informed of potential risks when interacting with these contracts. Such efforts aim to create a more resilient codebase, recognizing the role of Community contracts as a foundational component within the blockchain ecosystem. The Contracts team has demonstrated a strong commitment to maximizing the security of these contracts and we are glad to have collaborated with them on this milestone.