

# Smart Contract Vulnerabilities: Hacking, Detecting, and Preventing

A deep dive into the world of smart contract vulnerabilities. Learn how to hack, detect, and prevent exploits//

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## Terminology

#### **Smart Contract**

Self-executing agreement on the blockchain.

#### Gas

Unit of computation cost in Ethereum.

#### Solidity

Primary programming language for Ethereum contracts.

#### **EVM**

Ethereum Virtual Machine - the runtime environment.



# Game On: Crack Smart Contracts with Ethernaut

- 1 Hack Your Way to Mastery
  Game-based security puzzles for Ethereum smart contracts
- 2 Exploit to Protect
  Practice exploiting common vulnerabilities in a controlled environment

https://ethernaut.openzeppelin.com/ | Ethernaut-Setup

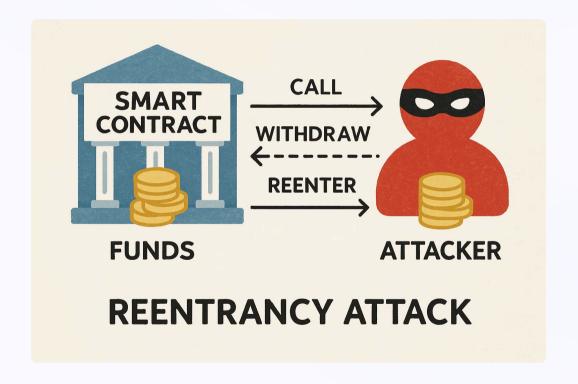


## Vulnerability #1: Reentrancy

Malicious contract recursively calls a vulnerable function.

Occurs before state updates.

Phone call interrupting withdrawal allows repeated withdrawals.



## Vulnerability #2: Integer Overflow/Underflow

Calculations exceeding or falling below the representable range. Results in unexpected behavior.

A counter resetting to its maximum value after reaching zero.



## Vulnerability #3: Timestamp Dependence

Critical logic relies on block timestamps.

Miners can manipulate timestamps.

Gambling game outcome based on current block timestamp.



## Vulnerability #4: Gas Limit & Loops

Unbounded loops exhaust gas limits.

Contract execution halts.

Infinite loop causes a program to freeze.



# Vulnerability #5: Front Running

Observing pending transactions for profit.

Executing a more profitable one before it.

Trader seeing another's order and placing their own order ahead.



## Detection & Prevention



#### Detection

- Static analysis (<u>Slither</u> / <u>Mythril</u>)
- Formal verification
- Fuzzing



#### Prevention

- Secure coding
- Audits
- Bug bounties