

**HACKEN**

# SMART CONTRACT CODE REVIEW AND SECURITY ANALYSIS REPORT

**Customer:** Cirus

**Date:** December 7<sup>th</sup>, 2022

This report may contain confidential information about IT systems and the intellectual property of the Customer, as well as information about potential vulnerabilities and methods of their exploitation.

The report can be disclosed publicly after prior consent by another Party. Any subsequent publication of this report shall be without mandatory consent.

## Document

|                    |   |
|--------------------|---|
| <b>Name</b>        | Smart Contract Code Review and Security Analysis Report for Cirus |
| <b>Approved By</b> | Evgeniy Bezuglyi   SC Audits Department Head at Hacken OU         |
| <b>Type</b>        | Staking   |
| <b>Platform</b>    | EVM   |
| <b>Language</b>    | Solidity  |
| <b>Methodology</b> | <a href="#">Link</a>  |
| <b>Changelog</b>   | 30.11.2022 - Initial Review<br>07.12.2022 Second Review           |



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## Introduction

Hacken OÜ (Consultant) was contracted by Cirus (Customer) to conduct a Smart Contract Code Review and Security Analysis. This report presents the findings of the security assessment of the Customer's smart contracts.

## Scope

The scope of the project is smart contracts in the repository:

### Initial review scope

|                                |   |
|--------------------------------|---|
| <b>Repository</b>              | <a href="https://github.com/alwaysaugust/cirus-dashboard">https://github.com/alwaysaugust/cirus-dashboard</a>   |
| <b>Commit</b>                  | 47082a4bab524617c6e59bcd0d7f07d1364a1457  |
| <b>Functional Requirements</b> | <a href="https://support.cirusfoundation.com/en/knowledge/cirus-token-hub#cirus-community-staking-pool">https://support.cirusfoundation.com/en/knowledge/cirus-token-hub#cirus-community-staking-pool</a> |
| <b>Technical Requirements</b>  | Provided in NatSpec comments  |
| <b>Contract</b>                | File: ./src/contracts/StakingV2Contract.sol<br>SHA3:<br>f0d774c1687aae8435ef809d1ed9b91f1f43a293a61df5a5a2474ed9ca34b0a6  |

### Second review scope

|                   |   |
|-------------------|---|
| <b>Repository</b> | <a href="https://github.com/alwaysaugust/token-hub-contract">https://github.com/alwaysaugust/token-hub-contract</a> |
| <b>Commit</b>     | 860e1a2e15a10292dfd14b4cbbee5d2b7d667741  |
| <b>Contract</b>   | File: ./CirusStakingV3Contract.sol<br>SHA3:<br>0db6aafdf0c94b290962d36a67e48d66214d226406c5a3d038488c5033cfc002     |

## Severity Definitions

| Risk Level      | Description  |
|-----------------|--|
| <b>Critical</b> | Critical vulnerabilities are usually straightforward to exploit and can lead to the loss of user funds or contract state manipulation by external or internal actors.  |
| <b>High</b>     | High vulnerabilities are usually harder to exploit, requiring specific conditions, or have a more limited scope, but can still lead to the loss of user funds or contract state manipulation by external or internal actors. |
| <b>Medium</b>   | Medium vulnerabilities are usually limited to state manipulations but cannot lead to assets loss. Major deviations from best practices are also in this category.  |
| <b>Low</b>      | Low vulnerabilities are related to outdated and unused code or minor gas optimization. These issues won't have a significant impact on code execution but affect the code quality  |

## Executive Summary

The score measurement details can be found in the corresponding section of the [scoring methodology](#).

### Documentation quality

The total Documentation Quality score is **10** out of **10**.

### Code quality

The total Code Quality score is **10** out of **10**.

### Test coverage

Tests do not exist.

### Security score

As a result of the audit, the code contains **1** low severity issue. The security score is **10** out of **10**.

All found issues are displayed in the “Findings” section.

### Summary

According to the assessment, the Customer's smart contract has the following score: **10**.



*Table. The distribution of issues during the audit*

| Review date      | Low | Medium | High | Critical |
|------------------|-----|--------|------|----------|
| 28 November 2022 | 8   | 2      | 2    | 2        |
| 7 December 2022  | 1   | 0      | 0    | 0        |

## Checked Items

We have audited the Customers' smart contracts for commonly known and more specific vulnerabilities. Here are some items considered:

| Item                             | Type   | Description  | Status       |
|----------------------------------|--|--|--------------|
| Default Visibility               | <a href="#">SWC-100</a><br><a href="#">SWC-108</a> | Functions and state variables visibility should be set explicitly. Visibility levels should be specified consciously.                          | Passed       |
| Integer Overflow and Underflow   | <a href="#">SWC-101</a>                            | If unchecked math is used, all math operations should be safe from overflows and underflows.   | Not Relevant |
| Outdated Compiler Version        | <a href="#">SWC-102</a>                            | It is recommended to use a recent version of the Solidity compiler.  | Passed       |
| Floating Pragma                  | <a href="#">SWC-103</a>                            | Contracts should be deployed with the same compiler version and flags that they have been tested thoroughly.                                   | Passed       |
| Unchecked Call Return Value      | <a href="#">SWC-104</a>                            | The return value of a message call should be checked.  | Not Relevant |
| Access Control & Authorization   | <a href="#">CWE-284</a>                            | Ownership takeover should not be possible. All crucial functions should be protected. Users could not affect data that belongs to other users. | Passed       |
| SELFDESTRUCT Instruction         | <a href="#">SWC-106</a>                            | The contract should not be self-destructible while it has funds belonging to users.  | Not Relevant |
| Check-Effect-Interaction         | <a href="#">SWC-107</a>                            | Check-Effect-Interaction pattern should be followed if the code performs ANY external call.  | Passed       |
| Assert Violation                 | <a href="#">SWC-110</a>                            | Properly functioning code should never reach a failing assert statement.   | Passed       |
| Deprecated Solidity Functions    | <a href="#">SWC-111</a>                            | Deprecated built-in functions should never be used.  | Passed       |
| Delegatecall to Untrusted Callee | <a href="#">SWC-112</a>                            | Delegatecalls should only be allowed to trusted addresses.   | Not Relevant |
| DoS (Denial of Service)          | <a href="#">SWC-113</a><br><a href="#">SWC-128</a> | Execution of the code should never be blocked by a specific contract state unless required.  | Passed       |
| Race Conditions                  | <a href="#">SWC-114</a>                            | Race Conditions and Transactions Order Dependency should not be possible.  | Passed       |

|   |   |  |              |
|---|---|--|--------------|
| <b>Authorization through tx.origin</b>  | <a href="#">SWC-115</a>   | tx.origin should not be used for authorization.  | Not Relevant |
| <b>Block values as a proxy for time</b> | <a href="#">SWC-116</a>   | Block numbers should not be used for time calculations.  | Passed       |
| <b>Signature Unique Id</b>              | <a href="#">SWC-117</a><br><a href="#">SWC-121</a><br><a href="#">SWC-122</a><br><a href="#">EIP-155</a><br><a href="#">EIP-712</a> | Signed messages should always have a unique id. A transaction hash should not be used as a unique id. Chain identifiers should always be used. All parameters from the signature should be used in signer recovery. EIP-712 should be followed during a signer verification. | Not Relevant |
| <b>Shadowing State Variable</b>         | <a href="#">SWC-119</a>   | State variables should not be shadowed.  | Passed       |
| <b>Weak Sources of Randomness</b>       | <a href="#">SWC-120</a>   | Random values should never be generated from Chain Attributes or be predictable.   | Not Relevant |
| <b>Incorrect Inheritance Order</b>      | <a href="#">SWC-125</a>   | When inheriting multiple contracts, especially if they have identical functions, a developer should carefully specify inheritance in the correct order.  | Passed       |
| <b>Calls Only to Trusted Addresses</b>  | <a href="#">EEA-Lev e1-2</a><br><a href="#">SWC-126</a>   | All external calls should be performed only to trusted addresses.  | Passed       |
| <b>Presence of unused variables</b>     | <a href="#">SWC-131</a>   | The code should not contain unused variables if this is not <a href="#">justified</a> by design.   | Passed       |
| <b>EIP standards violation</b>          | <a href="#">EIP</a>   | EIP standards should not be violated.  | Passed       |
| <b>Assets integrity</b>                 | Custom  | Funds are protected and cannot be withdrawn without proper permissions or be locked on the contract.   | Passed       |
| <b>User Balances manipulation</b>       | Custom  | Contract owners or any other third party should not be able to access funds belonging to users.  | Passed       |
| <b>Data Consistency</b>                 | Custom  | Smart contract data should be consistent all over the data flow.   | Passed       |
| <b>Flashloan Attack</b>                 | Custom  | When working with exchange rates, they should be received from a trusted source and not be vulnerable to short-term rate changes that can be achieved by using flash loans. Oracles should be used.  | Not Relevant |



|                                  |               |   |              |
|----------------------------------|---------------|---|--------------|
| <b>Token Supply manipulation</b> | <b>Custom</b> | Tokens can be minted only according to rules specified in a whitepaper or any other documentation provided by the Customer.   | Not Relevant |
| <b>Gas Limit and Loops</b>       | <b>Custom</b> | Transaction execution costs should not depend dramatically on the amount of data stored on the contract. There should not be any cases when execution fails due to the block Gas limit. | Passed       |
| <b>Style guide violation</b>     | <b>Custom</b> | Style guides and best practices should be followed.   | Passed       |
| <b>Requirements Compliance</b>   | <b>Custom</b> | The code should be compliant with the requirements provided by the Customer.  | Passed       |
| <b>Environment Consistency</b>   | <b>Custom</b> | The project should contain a configured development environment with a comprehensive description of how to compile, build and deploy the code.  | Passed       |
| <b>Secure Oracles Usage</b>      | <b>Custom</b> | The code should have the ability to pause specific data feeds that it relies on. This should be done to protect a contract from compromised oracles.                                    | Not Relevant |
| <b>Tests Coverage</b>            | <b>Custom</b> | The code should be covered with unit tests. Test coverage should be 100%, with both negative and positive cases covered. Usage of contracts by multiple users should be tested.         | Passed       |
| <b>Stable Imports</b>            | <b>Custom</b> | The code should not reference draft contracts, which may be changed in the future.  | Passed       |

## System Overview

*CirusStakingV3Contract* – a contract that rewards users for staking their tokens. APY depends on rewardPerMonth variable and the total stake amount. Inherited from Ownable, Pausable, ReentrancyGuard.

It has the following attributes:

- `_cirusToken`: Represent Cirus Token.
- `_startTime`: The reward starts distribution. It can set the current time when deploying the contract.
- `_fee`: Percent of fee goes to `_feeCollectAddr` from 0 to 100.
- `_rewardPerMonth`: Total monthly reward amount, for example: if needed to distribute 50,000 Cirus Tokens per month among stakers, set this value to  $50,000 * 10 ** 18$ .
- `_rewarderAddr`: Rewards are distributed from this address.
- `_feeCollectAddr`: Fees are transferred to this address when the user deposits tokens.

### Privileged roles

- The owner of the contract can pause and unpaue the contract.

## Findings

### ■■■■ Critical

#### 1. Insufficient Balance

In the `emergencyWithdraw()` function sets the `user.amount` to 0 and then uses the same value in transfer.

A user will receive 0 tokens, and funds will be locked on the contract.

**Path:** `./contracts/StakingV2Contract.sol : emergencyWithdraw()`

**Recommendation:** transfer funds via a local variable

**Status:** Fixed (Revised commit: 860e1a2)

#### 2. Data Consistency

The `totalStakedAmount` variable stores the total staked amount. When a user withdraws tokens via the `withdraw` function, the `totalStakedAmount` value is decreased, but the `emergencyWithdraw` lacks the value decrease.

In case of the `emergencyWithdraw` function call, the `totalStakedAmount` value will remain higher than the actual balance of the contract.

**Path:** `./contracts/StakingV2Contract.sol : emergencyWithdraw()`

**Recommendation:** subtract the withdrawn value from the `totalStakedAmount`.

**Status:** Fixed (Revised commit: 860e1a2)

### ■■■ High

#### 1. Undocumented Behaviour

The project deducts fees. The documentation does not contain information regarding fees.

The behavior is not described in the available documentation.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** document this functionality in the public documentation.

**Status:** Fixed (Revised commit: 860e1a2)

#### 2. Invalid Hardcoded Value

The project has hardcoded important values such as wallet's private key, `infuraId` and etherscan API key in the environment setup files.

**Path:** `./hardhat.config.js`

**Recommendation:** to store and use secrets, use `.env` files excluded from git commits.

**Status:** `Fixed` (Revised commit: 860e1a2)

## ■ ■ Medium

### 1. Best Practice Violation

The Checks-Effects-Interactions pattern is violated. During the deposit function, state variables are updated after the external calls.

**Path:** `./contracts/StakingV2Contract.sol : deposit()`

**Recommendation:** implement the `deposit()` function according to the Checks-Effects-Interactions pattern.

**Status:** `Fixed` (Revised commit: 860e1a2)

### 2. Insufficient Gas Model

Since Solidity v0.8.0, the overflow/underflow check is implemented via `ABIEncoderV2` on the language level - it adds the validation to the bytecode during compilation.

There is no need to use the `SafeMath` library.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** remove redundant import.

**Status:** `Fixed` (Revised commit: 860e1a2)

## ■ Low

### 1. Floating Pragma

The project uses floating pragma 0.8.11.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** consider locking the pragma version whenever possible and avoid using a floating pragma in the final deployment.

**Status:** `Fixed` (Revised commit: 860e1a2)

### 2. State Variables Can Be Declared Immutable

`mulDecimal` variable declared with value and never changed. This variable can be declared immutable. This will lower the Gas taxes.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** declare mentioned variables as immutable.

**Status:** `Fixed` (Revised commit: 860e1a2)

### 3. State Variables Can Be Declared Constant

`_cirusToken` can be declared as constant. This will lower the Gas taxes.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** declare mentioned variables as constant.

**Status:** **Fixed** (Revised commit: 860e1a2)

#### 4. Unused Imports

Pausable contract important from OpenZeppelin but never use it.

The code has an unused console log import; it should be removed.

The code contains commented out imports that should be removed in the final code.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** remove redundant imports.

**Status:** **Fixed** (Revised commit: 860e1a2)

#### 5. Missing Zero Address Validation

Address parameters are being used without checking against the possibility of `0x0`.

**Paths:** `./contracts/StakingV2Contract.sol : pendingReward()`  
`./contracts/StakingV2Contract.sol : constructor()`

**Recommendation:** implement zero address checks.

**Status:** **Fixed** (Revised commit: 860e1a2)

#### 6. State Variables Default Visibility

The explicit visibility makes it easier to catch incorrect assumptions about who can access the variable.

Variables `lastRewardTime` and `accCirusPerShare` visibility is not specified. Specifying state variables' visibility helps to catch incorrect assumptions about who can access the variable.

This makes the contract's code quality and readability higher.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** specify variables as public, internal, or private. Explicitly define visibility for all state variables.

**Status:** **Fixed** (Revised commit: 860e1a2)

#### 7. Event Names Mismatch

Event names contradict events' value or value usage purposes.

This makes the contract's code quality and readability higher.

The events' `Withdrawed`, `EmergencyWithdrawed` name and value contradict.

This makes the contract harder to read.

**Path:** `./contracts/StakingV2Contract.sol`

**Recommendation:** change event names to fit their value.

**Status:** **Reported**

## 8. Use of Hard-Coded Values

Using hardcoded values in the computations and comparisons is not the best practice.

Hard-coded values are used in computations.

**Paths:** `./contracts/StakingV2Contract.sol: estimatedAPY()`

`./contracts/StakingV2Contract.sol: updateRewardAmount()`

`./contracts/StakingV2Contract.sol: deposit()`

`./contracts/StakingV2Contract.sol: constructor()`

**Recommendation:** convert these variables into constants.

**Status:** **Fixed** (Revised commit: 860e1a2)

## Disclaimers

### Hacken Disclaimer

The smart contracts given for audit have been analyzed by the best industry practices at the date of this report, with cybersecurity vulnerabilities and issues in smart contract source code, the details of which are disclosed in this report (Source Code); the Source Code compilation, deployment, and functionality (performing the intended functions).

The report contains no statements or warranties on the identification of all vulnerabilities and security of the code. The report covers the code submitted to and reviewed, so it may not be relevant after any modifications. Do not consider this report as a final and sufficient assessment regarding the utility and safety of the code, bug-free status, or any other contract statements.

While we have done our best in conducting the analysis and producing this report, it is important to note that you should not rely on this report only – we recommend proceeding with several independent audits and a public bug bounty program to ensure the security of smart contracts.

English is the original language of the report. The Consultant is not responsible for the correctness of the translated versions.

### Technical Disclaimer

Smart contracts are deployed and executed on a blockchain platform. The platform, its programming language, and other software related to the smart contract can have vulnerabilities that can lead to hacks. Thus, Consultant cannot guarantee the explicit security of the audited smart contracts.