



**HACKEN**

# SMART CONTRACT CODE REVIEW AND SECURITY ANALYSIS REPORT

**Customer:** AugmentLabs  
**Date:** February 28, 2023

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 AugmentLabs
<b>Approved By</b>	Marcin Ugarenko   Lead Solidity SC Auditor at Hacken OU
<b>Type</b>	ERC20 token; Staking
<b>Platform</b>	EVM
<b>Language</b>	Solidity
<b>Methodology</b>	<a href="#">Link</a>
<b>Website</b>	<a href="https://augmentlabs.io/">https://augmentlabs.io/</a>
<b>Changelog</b>	20.01.2023 - Initial Review 16.02.2023 - Second Review 28.02.2023 - Third Review

## Table of contents

<b>Introduction</b>	<b>4</b>
<b>Scope</b>	<b>4</b>
<b>Severity Definitions</b>	<b>6</b>
<b>Executive Summary</b>	<b>7</b>
<b>Checked Items</b>	<b>8</b>
<b>System Overview</b>	<b>11</b>
<b>Findings</b>	<b>12</b>
Critical	12
C01. Token Supply Manipulation	12
High	12
H01. Requirements Violation	12
H02. Requirements Violation	12
H03. Requirements Violation	13
H04. Undocumented Behavior	13
H05. Data Inconsistency	13
Medium	14
M01. Dangerous Strict Zero Equality	14
M02. Owner Privilege Actions	14
M03. Undocumented Behavior	14
M04. Undocumented Functionality	14
M05. Missing Functionality	15
M06. Using Block Number Attribute as a Proxy of Time	15
M07. Best Practice Violation - Unchecked Transfer	15
Low	16
L01. Redundant Modifiers	16
L02. Floating Pragma	16
L03. Style Guide Violation - Implicit State Visibility	16
L04. Style Guide Violation - Visibility Modifiers	16
L05. Style Guide Violation - Incorrect Function Order	17
L06. Style Guide Violation - Unused Function Parameters	17
L07. Unfinished NatSpec	17
L08. Missing Zero Address Validation	18
L09. Unindexed Events	18
L10. Unnecessary Code Complication	18
L11. Missing Zero Check - Uint	18
L12. Functions That Can Be Declared External	19
L13. Redundant Code	19
L14. Redundant Use of SafeMath	19
L15. Redundant Imports	20
L16. Style Guide Violation	20
<b>Disclaimers</b>	<b>21</b>

## Introduction

Hacken OÜ (Consultant) was contracted by AugmentLabs (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 review and security analysis of smart contracts in the repository:

### Initial review scope

<b>Repository</b>	<a href="https://github.com/augmentlabs-io/contracts">https://github.com/augmentlabs-io/contracts</a>
<b>Commit</b>	87bbcbce571601c52cc6e9823558fc2f7115d0666
<b>Whitepaper</b>	<a href="https://docs.google.com/document/d/1pavVjJp_lrMJAarWTSNr44wCF_A30qq07EW200jzuUEo/">https://docs.google.com/document/d/1pavVjJp_lrMJAarWTSNr44wCF_A30qq07EW200jzuUEo/</a>
<b>Functional Requirements</b>	Business & Technical requirements for the USC stable coin.pdf
<b>Technical Requirements</b>	Business & Technical requirements for the USC stable coin.pdf
<b>Contracts</b>	<p>File: ./contracts/AGC.sol            SHA3:            65a7139b129bba7e7f2bddd4590e1c32c83d0495c12321cdb541338441f058d1</p> <p>File: ./contracts/Controller.sol            SHA3:            93c239987006d0709bf8394944340b10e479b6ed27cb79d5ba3c742fc09b7dc4</p> <p>File: ./contracts/MasterChef.sol            SHA3:            6d791a2fb147460b4834433c7b82cbcba8b64aebcc3a790af74d7cab2ac261b4</p> <p>File: ./contracts/USC.sol            SHA3:            14d8ffbd3049cbc3861138d038aac96bd591ac39b7471b3a9e9ca84e64de2623</p>

### Second review scope

<b>Repository</b>	<a href="https://github.com/augmentlabs-io/contracts">https://github.com/augmentlabs-io/contracts</a>
<b>Commit</b>	da96194625daae26f54b0b5ca057314ad8ad4038
<b>Whitepaper</b>	<a href="https://docs.google.com/document/d/1pavVjJp_lrMJAarWTSNr44wCF_A30qq07EW200jzuUEo/">https://docs.google.com/document/d/1pavVjJp_lrMJAarWTSNr44wCF_A30qq07EW200jzuUEo/</a>
<b>Functional Requirements</b>	<a href="https://docs.augmentlabs.io/smart-contracts/">https://docs.augmentlabs.io/smart-contracts/</a> Business & Technical requirements for the USC stable coin.pdf
<b>Technical Requirements</b>	<a href="https://docs.augmentlabs.io/smart-contracts/">https://docs.augmentlabs.io/smart-contracts/</a> Business & Technical requirements for the USC stable coin.pdf
<b>Contracts</b>	File: ./contracts/AGC.sol

	<p>SHA3: df6d0135cd047b8bcbe46fae15840127ae2b33f1a97c5c612d2087f85878fbdb</p> <p>File: ./contracts/Controller.sol SHA3: 6faf980461e5fb57c67d32f2719369005593b01b94fa960802231b1a20a1dd9a</p> <p>File: ./contracts/MasterChef.sol SHA3: 2da1911975ee9ae463545104bb100fa2ac53f55b692bd38c806f0befac8d8734</p> <p>File: ./contracts/USC.sol SHA3: 7d6a8ac0a59db90fc7956929433fa98498fb28254e2cf8edf899f418e681d9af</p>
--	---

### Third review scope

Repository	<a href="https://github.com/augmentlabs-io/contracts">https://github.com/augmentlabs-io/contracts</a>
Commit	03cbb1160c9d6681db6883adfb007245b2600799
Whitepaper	<a href="https://docs.google.com/document/d/1pavVjJp_1rMJAarWTSNr44wCF_A30qq07EW200jzuUEo/">https://docs.google.com/document/d/1pavVjJp_1rMJAarWTSNr44wCF_A30qq07EW200jzuUEo/</a>
Functional Requirements	<a href="https://docs.augmentlabs.io/smart-contracts/">https://docs.augmentlabs.io/smart-contracts/</a> Business & Technical requirements for the USC stable coin.pdf
Technical Requirements	<a href="https://docs.augmentlabs.io/smart-contracts/">https://docs.augmentlabs.io/smart-contracts/</a> Business & Technical requirements for the USC stable coin.pdf
Contracts	<p>File: ./contracts/AGC.sol SHA3: d8f91e7ace14027d888c58e9d6912806f6861ec2a4e67b2595a91cc35ac4dcfe</p> <p>File: ./contracts/Controller.sol SHA3: 10178e61671f4b19e3cb70be7f362322df0ef7da44f63bb8f8c8312ea0d269140</p> <p>File: ./contracts/MasterChef.sol SHA3: b865503cb8b1844af196147882935412e07f21329ede94d45f6c9b0b469b7581</p> <p>File: ./contracts/USC.sol SHA3: 7d6a8ac0a59db90fc7956929433fa98498fb28254e2cf8edf899f418e681d9af</p>

## 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 asset 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 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**.

- A White Paper is provided.
- NatSpec is included in the code.
- Technical description and functional requirements are provided.

### Code quality

The total Code Quality score is **9** out of **10**.

- The development environment is configured.
- 5 out of 103 tests are failing.

### Test coverage

Code coverage of the project is **84.94%** (branch coverage).

- Deployment and basic user interactions are covered with tests.
- Negative cases coverage is present.

### Security score

As a result of the audit, the code contains no issues. 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: **9.3**.



The final score 

*Table. The distribution of issues during the audit*

Review date	Low	Medium	High	Critical
20 January 2023	13	7	5	1
16 February 2023	4	0	0	1
28 February 2023	0	0	0	0

## Checked Items

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

Item	Type	Description	Status
Default Visibility	<a href="#">SWC-100</a> <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.	Passed
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> <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



Authorization through tx.origin	<a href="#">SWC-115</a>	tx.origin should not be used for authorization.	Passed
Block values as a proxy for time	<a href="#">SWC-116</a>	Block numbers should not be used for time calculations.	Not Relevant
Signature Unique Id	<a href="#">SWC-117</a> <a href="#">SWC-121</a> <a href="#">SWC-122</a> <a href="#">EIP-155</a> <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
Shadowing State Variable	<a href="#">SWC-119</a>	State variables should not be shadowed.	Passed
Weak Sources of Randomness	<a href="#">SWC-120</a>	Random values should never be generated from Chain Attributes or be predictable.	Passed
Incorrect Inheritance Order	<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
Calls Only to Trusted Addresses	<a href="#">EEA-Leve1-2</a> <a href="#">SWC-126</a>	All external calls should be performed only to trusted addresses.	Not Relevant
Presence of Unused Variables	<a href="#">SWC-131</a>	The code should not contain unused variables if this is not <a href="#">justified</a> by design.	Passed
EIP Standards Violation	<a href="#">EIP</a>	EIP standards should not be violated.	Passed
Assets Integrity	Custom	Funds are protected and cannot be withdrawn without proper permissions or be locked on the contract.	Passed
User Balances Manipulation	Custom	Contract owners or any other third party should not be able to access funds belonging to users.	Not Relevant
Data Consistency	Custom	Smart contract data should be consistent all over the data flow.	Passed
Flashloan Attack	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.	Passed
<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.	Not Relevant
<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 sufficient, 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

*AugmentLabs* is a mixed-purpose ERC20/Stacking system with the following contracts:

- *AGC* – upgradable ERC-20 token that mints all initial supply to a deployer. Minting and burning is allowed by the Minter on demand. It has the following attributes:
  - Name: AGC
  - Symbol: AGC
  - Differences from the ERC20 standard: the token is not transferable.
- *USC* – upgradable ERC-20 token that mints all initial supply to a deployer. Minting is allowed by the Minter on demand. It has the following attributes:
  - Name: USC
  - Symbol: USC
  - Other parameters are default for the ERC20 standard
- *TokenController* – an upgradable smart contract that will have MINTER\_ROLE of AGC & USC to perform the redeem functionality between AGC/USC.
  - Has a safety switch.
  - Role-based authentication.
  - Can burn USC and mint AGC to a specific user address.
  - Can burn AGC and mint USC to a specific user address.
- *MasterChef* – an upgradable smart contract that allows users to stake USDT and get USC rewards at a specified ROI/year.
  - Has a safety switch.
  - Can mint USC to yield rewards to pool stakers.

## Privileged roles

- The MasterChef contract has a single owner role.
- The TokenController contract has PAUSER\_ROLE, UPGRADER\_ROLE and REDEEMER\_ROLE roles and must take the MINTER\_ROLE of USC and AGC.
- The MINTER\_ROLE of AGC and USC can mint tokens on demand without any restrictions. The burn functions in USC are unprotected.

## Risks

- No substantial risks were identified.

## Recommendations

- The system relies on the security of the privileged roles' private keys, which can impact the execution flow and security of the funds. We recommend those accounts to be at least 3 multi-sig.

## Findings

### ■■■■ Critical

#### C01. Token Supply Manipulation

There is no check/update of the user's `lastRewardBlock`, and there is no mechanism to passively store user-earned yield when the user performs the deposit() function call.

An attacker can deposit small amounts into the pool from multiple addresses and wait to accumulate the time delta. Afterwards, they can use, for example, a FlashLoan to multiply the attack and make a large second deposit (for example, \$1 million).

As the "lastRewardBlock" variable was not updated and rewards were not passively stored for the user, rewards will be calculated from the current large deposit and the accumulated time. The attacker can then withdraw the deposit and rewards (20% APR from \$1 million) without having to actively stake such an amount of funds.

**Path:**

./contracts/MasterChef.sol : deposit()

**Recommendation:** Consider updating the reward system with mechanisms that prevent such manipulations.

Reference: <https://solidity-by-example.org/defi/staking-rewards/>

**Status:** Fixed

(revised commit: 03cbb1160c9d6681db6883adfb007245b2600799)

### ■■■ High

#### H01. Requirements Violation

The business requirements documents state that "only AFG multisig address or whitelisted addresses" are allowed to burn USC tokens, however the `burn()` function is inherited from ERC20BurnableUpgradeable.sol by default and is unprotected. Also users can burn their own token at will in both USC and AGC tokens.

This may lead to data inconsistency since the sum of user balances will stop being equal to the company's balance.

**Path:**

./contracts/AGC.sol

**Recommendation:** The `burn()` function should be overridden and always revert. `burnFrom()` should be protected by access control.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### H02. Requirements Violation

The business requirements documents state that "Users can't transfer AGC to any other users", but the `transfer()` and `transferFrom()`

functions are inherited from ERC20BurnableUpgradeable.sol by default. This may lead to data inconsistency since the sum of user balances will stop being equal to the company's balance.

**Path:**

./contracts/AGC.sol

**Recommendation:** Replace content of the ``_beforeTokenTransfer()'` function with ``revert()'`.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### H03. Requirements Violation

An incorrect event is emitted at the end of the ``redeemUSC()'` function.

**Path:**

./contracts/Controller.sol : redeemUSC()

**Recommendation:** replace emitting the ``AGCRedeemed'` event with ``USCRedeemed'` in the function.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### H04. Undocumented Behavior

The burning of USC tokens from the company's address instead of the user's when calling the ``redeemUSC()'` is undocumented and may be an error.

**Path:**

./contracts/Controller.sol : redeemUSC()

**Recommendation:** Check if the behavior of the function is correct and fix it or add the supporting documentation.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### H05. Data Inconsistency

The crucial invariant that the balance of the company should be equal to the sum of user balances can be broken if the company address calls the ``mint()'` function. As the company is not implied to be one of the users, then the equation `balanceOf(companyAddress) == _userBalance` may stop being true.

**Path:**

./contracts/AGC.sol : mint()

**Recommendation:** Check that ``require(userAddress != companyAddress, "Company cannot update its own userBalance")'`.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

## ■ ■ Medium

### M01. Dangerous Strict Zero Equality

The value `rewardAmount` is derived based on complex calculations which can lead to non-strict zero values due to binary number representation inside the EVM. This can potentially lead to a value which should be logically equal to zero actually being higher than zero.

**Path:**

./contracts/MasterChef.sol : tryPayUSC()

**Recommendation:** Implement a check against “epsilon” (maximum allowed fault) instead of a strict zero check.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### M02. Owner Privilege Actions

The owner of the `MasterChef` contract can change `ROIPerYear` on demand. This can adversely affect the users' trust, as the owner can lower their expected gain at any time or block withdrawing altogether by setting setROIPerYear to 0.

**Path:**

./contracts/MasterChef.sol : setROIPerYear()

**Recommendation:** Implement a `rewardPerTokenStored` system instead. Reference: <https://solidity-by-example.org/defi/staking-rewards/>

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### M03. Undocumented Behavior

The owner of the `MasterChef` contract can change `pool.multiplier` on demand. This can lead to a trust issue with users.

**Path:**

./contracts/MasterChef.sol : set()

**Recommendation:** Remove the possibility of modifying the `pool.multiplier` after pool creation or mention this possibility in the “staking” paragraph of the documentation.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### M04. Undocumented Functionality

The owner of the `MasterChef` contract can change `pool.rewardLockupBlock` on demand. This can lead to an infinite lock in the stacking contract.

**Path:**

./contracts/MasterChef.sol : set()

**Recommendation:** Remove the `\_lockupBlock` parameter in the function and line `poolInfo[\_pid].rewardLockupBlock = \_lockupBlock;`.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### M05. Missing Functionality

There is an option to change the `companyAddress` in the `Controller` contract, but there is no option to change the `companyAddress` in `AGC`.

**Path:**

./contracts/AGC.sol

**Recommendation:** If this is intended then the documentation should be updated. If not then proper migration functionality should be implemented which will involve moving the tokens to the new address.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### M06. Using Block Number Attribute as a Proxy of Time

The contract takes a constructor parameter `blocksPerYear` and calculates rewards based on this value. Blocks per year is not a constant value and can lead to a serious fault if used as a time reference.

**Path:**

./contracts/MasterChef.sol

**Recommendation:** Drop block number usage for business logic as a time reference in favor of `block.timestamp`. Assume that a year is 365 days instead (and mention that in the document to avoid ambiguity).

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### M07. Best Practice Violation - Unchecked Transfer

It is considered following best practices to avoid unchecked transfer functions, which can potentially lead to DoS vulnerabilities.

**Path:**

./contracts/MasterChef.sol : withdraw(), safeUSCTransfer()

**Recommendation:** Follow common best practices: use the OpenZeppelin's `SafeERC20.sol` library and replace `transfer()` calls with `safeTransfer()` and `transferFrom()` with `safeTransferFrom()`.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

## ■ Low

### L01. Redundant Modifiers

The `virtual` modifier is superfluous in the functions of the top level contracts.

#### Paths:

```
./contracts/AGC.sol  
./contracts/Controller.sol  
./contracts/MasterChef.sol  
./contracts/USC.sol
```

**Recommendation:** Remove the `virtual` modifier from functions of top level contracts.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### L02. Floating Pragma

Locking the pragma helps ensure that contracts do not accidentally get deployed using, for example, an outdated compiler version that might introduce bugs that affect the contract system negatively.

#### Paths:

```
./contracts/AGC.sol  
./contracts/Controller.sol  
./contracts/MasterChef.sol  
./contracts/USC.sol
```

**Recommendation:** Use strict pragma settings.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### L03. Style Guide Violation - Implicit State Visibility

State variables visibility should be explicit.

#### Paths:

```
./contracts/AGC.sol : companyAddress, _userBalance  
./contracts/Controller.sol : AGCToken, USCToken
```

**Recommendation:** Use explicit visibility modifiers.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

### L04. Style Guide Violation - Visibility Modifiers

Visibility modifiers should be first in the list of function modifiers.

#### Paths:

```
./contracts/AGC.sol : initialize()  
./contracts/Controller.sol : initialize()  
./contracts/MasterChef.sol : initialize()  
./contracts/USC.sol: initialize()
```



**Recommendation:** It is best practice to put visibility modifiers first in the list of function modifiers.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L05. Style Guide Violation - Incorrect Function Order

Public functions should not be declared after public view functions.

**Paths:**

./contracts/AGC.sol  
./contracts/Controller.sol  
./contracts/MasterChef.sol

**Recommendation:** Rearrange functions to comply with official Solidity style guidelines.

Reference:

<https://docs.soliditylang.org/en/v0.8.17/style-guide.html#order-of-functions>

**Status:** Fixed

(revised commit: 03cbb1160c9d6681db6883adfb007245b2600799)

#### L06. Style Guide Violation - Unused Function Parameters

The code contains an overridden function with unused, yet named parameters.

**Paths:**

./contracts/AGC.sol : \_authorizeUpgrade()  
./contracts/Controller.sol : \_authorizeUpgrade()  
./contracts/MasterChef.sol : \_authorizeUpgrade()

**Recommendation:** Remove the names of the parameters to show explicitly that the parameters are not going to be used and are only intended to override an inherited function. For reference:

<https://docs.soliditylang.org/en/v0.8.17/contracts.html#function-parameters>

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L07. Unfinished NatSpec

NatSpec is not complete - some Smart Contract members are undocumented.

**Paths:**

./contracts/AGC.sol  
./contracts/Controller.sol  
./contracts/MasterChef.sol  
./contracts/USC.sol

**Recommendation:** Add NatSpec to undocumented members of the Smart Contracts.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L08. Missing Zero Address Validation

Address parameters are used without checking against the possibility of 0x0. This can lead to unwanted external calls to 0x0.

**Paths:**

```
./contracts/AGC.sol : initialize();  
./contracts/Controller.sol : initialize(), setCompanyAddress()  
./contracts/MasterChef.sol : initialize()
```

**Recommendation:** Implement zero address checks.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L09. Unindexed Events

Having indexed parameters in the events makes it easier to search for these events using indexed parameters as filters.

**Path:**

```
./contracts/Controller.sol : CompanyAddressUpdated
```

**Recommendation:** Use the “indexed” keyword for the event parameters.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L10. Unnecessary Code Complication

The functions contain checks against a boolean literal. Functions which return a boolean variable are recommended to be checked directly on their return value for the sake of code simplicity.

**Path:**

```
./contracts/MasterChef.sol : getPoolIdForLpToken(),  
getPoolIdForLpToken()
```

**Recommendation:** Replace ``poolExistence[_lpToken] != false`` to ``poolExistence[_lpToken]`` and ``poolExistence[_lpToken] == false`` to ``!poolExistence[_lpToken]``.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

#### L11. Missing Zero Check - Uint

The functions can receive a zero ``_amount`` parameter which will still trigger further code execution and Gas usage without any practical effects. It is advisable to immediately halt the execution in case of invalid or non-effective parameters.

**Path:**

```
./contracts/MasterChef.sol : withdraw()
```

**Recommendation:** Implement a zero check at the beginning of function execution e.g. ``require(_amount > 0, "amount can not be equal to zero")``.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

## L12. Functions That Can Be Declared External

In order to save Gas, public functions that are never called in the contract should be declared as external.

**Paths:**

```
./contracts/AGC.sol : mint(), pause(), unpause()  
./contracts/Controller.sol : initialize(), pause(), unpause(),  
redeemAGC(), redeemUSC()  
contracts/MasterChef.sol : initialize(), pause(), unpause(),  
setROIPerYear(), add(), set(), withdraw(), deactivatePool(),  
activatePool(), deposit(), getReward()  
./contracts/USC.sol : initialize(), pause(), unpause(), mint()
```

**Recommendation:** Use the external attribute for functions never called from the contract.

**Status:** Fixed

(revised commit: 03cbb1160c9d6681db6883adfb007245b2600799)

## L13. Redundant Code

The function ``safeUSCTransfer()`` is redundant. There is no apparent option for a rounding error. Tokens can be transferred directly from ``address(this)`` to ``msg.sender`` by minting first and then transferring the amount.

**Path:**

```
./contracts/MasterChef.sol : safeUSCTransfer()
```

**Recommendation:** Remove the redundant function and instead implement direct transfer inside the ``withdraw()`` function.

**Status:** Fixed

(revised commit: 921bd8ff6bfa2d09e0a8063f7583e4b5e19804a4)

## L14. Redundant Use of SafeMath

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/MasterChef.sol
```

**Recommendation:** Remove the SafeMath library.

**Status:** Fixed

(revised commit: da96194625daae26f54b0b5ca057314ad8ad4038)

## L15. Redundant Imports

The use of unnecessary imports will increase the Gas consumption of the code. Thus, they should be removed from the code.

Redundant imports decrease code readability.

### Paths:

./contracts/MasterChef.sol : IERC20Upgradeable, USC

**Recommendation:** Consider removing redundant code.

**Status:** Fixed

(revised commit: 03cbb1160c9d6681db6883adfb007245b2600799)

## L16. Style Guide Violation

State variables and local variables should never begin with a capital letter (except constants, which are written in all-capital letters). State variables such as `ROIPerYear`, `USCToken`, `USDTToken`, `AGCToken`, `USCToken` violate this convention. This can lead to confusion whether the developer is dealing with a variable or a type.

### Paths:

./contracts/MasterChef.sol

./contracts/Controller.sol

**Recommendation:** Follow the official Solidity Style Guide: <https://docs.soliditylang.org/en/v0.8.17/style-guide.html#local-and-state-variable-names>. Consider renaming variables by pattern `USCToken` -> `uscToken` etc.

**Status:** Fixed

(revised commit: 03cbb1160c9d6681db6883adfb007245b2600799)

## Disclaimers

### Hacken Disclaimer

The smart contracts given for audit have been analyzed based on best industry practices at the time of the writing 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 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, the Consultant cannot guarantee the explicit security of the audited smart contracts.