



Cudos contest Findings & Analysis Report

2022-09-02

Table of contents

- Overview
 - About C4
 - Wardens
- Summary
- Scope
- Severity Criteria
- Medium Risk Findings (6)
 - [M-O1] Missing check in the updateValset function
 - [M-O2] Admin drains all ERC based user funds using withdrawERC20()
 - [M-O3] The Gravity.sol should have pause/unpause functionality
 - [M-04] Protocol doesn't handle fee on transfer tokens
 - [M-05] Calls inside loops that may address DoS
 - [M-06] Non-Cudos Erc20 funds sent through sendToCosmos() will be lost.
- Low Risk and Non-Critical Issues
 - Low Risk Issues
 - 1 Validator signing address of zero not rejected, allowing anyone to sign
 - 2 Unbounded loops may run out of gas

- 3 deployERC20() does not have a reentrancy guard
- 4 Comment does not match the behavior of the code
- <u>5</u> <u>abi.encodePacked()</u> <u>should not be used with dynamic types when</u> <u>passing the result to a hash function such as keccak256()</u>
- Non-critical Issues
- 1 Best practice is to prevent signature malleability
- 2 Inconsistent variable naming convention
- 3 Inconsistent tabs vs spaces
- 4 if (should be if (to match other lines in the file
- <u>5 Misleading function name</u>
- 6 Avoid the use of sensitive terms in favor of neutral ones
- 7 public functions not called by the contract should be declared external instead
- 8 2**<n> 1 should be re-written as type(uint<n>).max
- 9 constant s should be defined rather than using magic numbers
- 10 Use a more recent version of solidity
- <u>11 Variable names that consist of all capital letters should be reserved for</u> const / immutable variables
- 12 Non-library/interface files should use fixed compiler versions, not floating ones
- <u>13 Typos</u>
- 14 File does not contain an SPDX Identifier
- 15 File is missing NatSpec
- 16 Event is missing indexed fields
- 17 Consider making the bridge 'pausable'
- Gas Optimizations
 - G-01
 - G-02

- G-03
- G-04
- G-05
- G-06
- G-07
- G-08
- G-09
- G-10
- Disclosures

Overview

About C4

Code4rena (C4) is an open organization consisting of security researchers, auditors, developers, and individuals with domain expertise in smart contracts.

A C4 audit contest is an event in which community participants, referred to as Wardens, review, audit, or analyze smart contract logic in exchange for a bounty provided by sponsoring projects.

During the audit contest outlined in this document, C4 conducted an analysis of the Cudos smart contract system written in Solidity. The audit contest took place between May 3—May 9 2022.

Wardens

64 Wardens contributed reports to the Cudos contest:

- 1. defsec
- 2. sorrynotsorry
- 3. Certoralnc (egjlmn1, OriDabush, ItayG, and shakedwinder)
- 4. p_crypt0
- 5. ||||||
- 6. dirk_y

7. OxDjango 8. GermanKuber 9. WatchPug (jtp and ming) 10. 0x1337 11. dipp 12. <u>jah</u> 13. <u>danb</u> 14. cccz 15. GimelSec (rayn and sces60107) 16. Dravee 17. hubble (ksk2345 and shri4net) 18. kirk-baird 19. reassor 20. **AmitN** 21. csanuragjain 22. <u>wuwel</u> 23. jayjonah8 24. Oxkatana 25. 0x1f8b 26. Funen 27. MaratCerby 28. gzeon 29. robee 30. oyc_109 31. <u>ch13fd357rOy3r</u> 32. ellahi 33. ilan 34. Waze

35, hake 36. simon135 37. delfin454000 38. **JC** 39. Hawkeye (Oxwags and Oxmint) 40. orion 41. m9800 42. shenwilly 43. cryptphi 44. broccolirob 45. kebabsec (okkothejawa and FlameHorizon) 46. OxNazgul 47. AlleyCat 48. slywaters 49. Oxf15ers (remora and twojoy) 50. rfa 51. peritoflores 52. Ov3rf10w 53. hansfriese 54. nahnah 55. jonatascm

This contest was judged by Albert Chon.

Final report assembled by <u>liveactionllama</u>.

Summary

The C4 analysis yielded an aggregated total of 6 unique vulnerabilities. Of these vulnerabilities, 0 received a risk rating in the category of HIGH severity and 6 received a risk rating in the category of MEDIUM severity.

Additionally, C4 analysis included 41 reports detailing issues with a risk rating of LOW severity or non-critical. There were also 33 reports recommending gas optimizations.

All of the issues presented here are linked back to their original finding.

Scope

The code under review can be found within the <u>C4 Cudos contest repository</u>, and is composed of 2 smart contracts written in the Solidity programming language and includes 615 lines of Solidity code.

Severity Criteria

C4 assesses the severity of disclosed vulnerabilities according to a methodology based on **OWASP standards**.

Vulnerabilities are divided into three primary risk categories: high, medium, and low/non-critical.

High-level considerations for vulnerabilities span the following key areas when conducting assessments:

- Malicious Input Handling
- Escalation of privileges
- Arithmetic
- Gas use

Further information regarding the severity criteria referenced throughout the submission review process, please refer to the documentation provided on the C4 website.

Medium Risk Findings (6)

[M-O1] Missing check in the updateValset function

Submitted by Certoralnc, also found by 0x1337, cccz, danb, dipp, dirk_y, hubble, jah, and WatchPug

Gravity.sol#L276-L358

The updateValset function don't check that the sum of the powers of the new validators in the new valset is greater than the threshold, which can lead to unwanted behavior.

There are 2 main problems that can occur in that situation:

- 1. The sum of the new validators' powers will be lower than the state powerThreshold
- 2. The sum of the new validators' power will overflow and become lower than the state powerThreshold

The second case is less dangerous, because it won't stuck the system in every case (only in specific cases where every sum of validators' power is less than the threshold). The first case is very dangerous though. It can lead to the system becoming stuck and to all of the tokens on the cudos chain to become locked for users, because the validators won't have enough power to approve any operation - whether it is transferring tokens or updating the valset.

Proof of Concept

For the first case, consider the current validators set containing 100 validators with each ones power being equal to 10, and the threshold is 900 (91+ validators are needed for approvement). Now the updateValset function is being called with 100 validators with each ones power being equal to 1. This will lead to a state where no matter how much validators have signed a message, the sum of the powers won't pass the threshold and the action won't be able to be executed. This will cause all the tokens in the cudos blockchain become locked, and will DoS all the actions of the gravity contract - including updating the valset.

For the second case, consider the new validators set will have 128 validators, each validator's power is equal to 2**249 and _powerThreshold = 2**256 - 1. In this case the system will be stuck too, because every sum of validators' power won't pass the threshold.

Tools Used

Remix and VS Code

Recommended Mitigation Steps

Add a check in the updateValset to assure that the sum of the new powers is greater than the threshold.

V-Staykov (Cudos) disputed and commented:

This check is done on the Gravity module side and since the message is also signed there by the validators, we can consider it to be always as per the module, unless there are malicious validators with more voting power than the threshold.

If the message is considered correct this means that the values of the power are normalized which is in the core of the power threshold calculation. When they are normalized this means that the sum of the validator set will always equal 100% of the power which is more than the threshold.

Here is a <u>link</u> to the power normalization in the Gravity module side.

Albert Chon (judge) decreased severity to Medium and commented:

Agreed with @V-Staykov - this would only fail if 2/3+ of the validator stake weight were controlled by malicious validators, at which point all bets are off.

[M-O2] Admin drains all ERC based user funds using withdrawERC20()

Submitted by pcryptO, also found by 0x1337, AmitN, csanuragjain, danb, dirky, GermanKuber, IIIIIII, kirk-baird, and WatchPug

Gravity.sol#L632-L638 Gravity.sol#L595-L609

Ability for admin to drain all ERC20 funds stored in contract at will, meaning all ERC20 based Cudos tokens (and any other ERC20 tokens stored in the contract) could be extracted by anyone with admin role and later sold, leaving users funds bridged on Cudos Cosmos chain with no ERC20 representation stored across the bridge - similar in impact as the wormhole hack.

This issue ought to fall within the limits the team allocated on assessing the governance role setups, since it describes a full-fledged security risk regarding users' funds. Crucially, this function is not in the <u>original Gravity Bridge contract for Gravity.sol</u>.

Furthermore, the function has not been commented and does not appear in the documentation, suggesting that it has perhaps not yet been reasoned through by the development team and it's critical this is flagged in the security audit.

Proof of Concept

Firstly, User with admin role granted waits until CUDOS bridge has decent TVL from users bridging their CUDOS tokens from Ethereum to the CUDOS Cosmos chain,

Secondly, User manually calls withdrawERC20(address _tokenAddress) with the ERC token address of the CUDOS token

Thirdly, withdrawERC20() function checks if user has admin role and if so withdraws all the tokens of a given token address straight to the admin's personal wallet

```
require(cudosAccessControls.hasAdminRole(msg.sender),
  uint256 totalBalance = IERC20(_tokenAddress).balance0
IERC20(_tokenAddress).safeTransfer(msg.sender , totall
```

Fourth, user exchanges CUDOS on DEX and then sends funds to tornado cash, leaving all user funds at risk.

My own logical reasoning and discussion with team on Discord for confirmation of admin roles and function's logic.

Recommended Mitigation Steps

Delete the function or alternatively, send all funds to the '0' address to burn rather than give them to the admin.

Change withdrawERC20 to:

maptuhec (Cudos) acknowledged and commented:

The reason we have created this functions is that, if the bridge stop working, the funds for the users would be locked, and there is no chance to withdraw them. CUDOS have no intention and incentive to maliciously withdraw the ERC20 tokes, because that would lead to losing the trust in its clients and thus killing their own network. The best way for handling this is to communicate this with the community so they can be aware.

Albert Chon (judge) decreased severity to Medium

[M-O3] The Gravity.sol should have pause/unpause functionality

Submitted by defsec

In case a hack is occuring or an exploit is discovered, the team (or validators in this case) should be able to pause functionality until the necessary changes are made to

the system. Additionally, the gravity sol contract should be manged by proxy so that upgrades can be made by the validators.

Because an attack would probably span a number of blocks, a method for pausing the contract would be able to interrupt any such attack if discovered.

To use a thorchain example again, the team behind thorchain noticed an attack was going to occur well before the system transferred funds to the hacker. However, they were not able to shut the system down fast enough. (According to the incidence report here).

Proof of Concept

Gravity.sol#L175

Recommended Mitigation Steps

Pause functionality on the contract would have helped secure the funds quickly.

mlukanova (Cudos) confirmed

V-Staykov (Cudos) resolved and commented:

PR: <u>CudoVentures/cosmos-gravity-bridge#18</u>

[M-O4] Protocol doesn't handle fee on transfer tokens

Submitted by wuwe1, also found by cccz, defsec, dipp, Dravee, GermanKuber, GimelSec, jah, reassor, and WatchPug

Gravity.sol#L600

Since the _tokenContract can be any token, it is possible that loans will be created with tokens that support fee on transfer. If a fee on transfer asset token is chosen, other user's funds might be drained.

Proof of Concept

1. Assume transfer fee to be 5% and Gravity.sol has 200 token.

- 2. Alice sendToCosmos 100 token. Now, Gravity.sol has 295 token.
- 3. Alice calls the send-to-eth method to withdraw 100 token.
- 4. Gravity.sol ends up having 195 token.

Recommended Mitigation Steps

Change to

```
function sendToCosmos(
        address _tokenContract,
        bytes32 destination,
        uint256 amount
) public nonReentrant {
        uint256 oldBalance = IERC20( tokenContract).balanceOf
        IERC20( tokenContract).safeTransferFrom(msg.sender, a
        uint256 receivedAmout = IERC20( tokenContract).balanc
        state lastEventNonce = state lastEventNonce.add(1);
        emit SendToCosmosEvent(
                tokenContract,
                msg.sender,
                destination,
                receivedAmout,
                state lastEventNonce
        );
}
```

mlukanova (Cudos) acknowledged and commented:

Token transfers are restricted to the Cudos token which doesn't support fee on transfer. Will be fixed with <u>issue #58</u>.

[M-05] Calls inside loops that may address DoS

Submitted by sorrynotsorry

Calls to external contracts inside a loop are dangerous (especially if the loop index can be user-controlled) because it could lead to DoS if one of the calls reverts or execution runs out of gas. Reference

Gravity.sol#L453-L456

Gravity.sol#L568-L573

Gravity.sol#L579-L581

Recommended Mitigation Steps

Avoid combining multiple calls in a single transaction, especially when calls are executed as part of a loop.

Always assume that external calls can fail.

Implement the contract logic to handle failed calls.

mlukanova (Cudos) acknowledged

Albert Chon (judge) commented:

Would really only happen for malicious/non-standard ERC-20 tokens which could then just be ignored by the orchestrator. No way of getting around doing the transfers for each token.

[M-06] Non-Cudos Erc20 funds sent through sendToCosmos() will be lost.

Submitted by p_cryptO, also found by Certoralnc

No checks for non-Cudos tokens mean that non-Cudos ERC20 tokens will be lost to the contract, with the user not having any chance of retrieving them.

However, the admin can retrieve them through withdrawERC20.

Impact is that users lose their funds, but admins gain them.

The mistakes could be mitigated on the contract, by checking against a list of supported tokens, so that users don't get the bad experience of losing funds and CUDOS doesn't have to manually refund users

Proof of Concept

User sends 100 ETH through sendToCosmos, hoping to retrieve 100 synthetic ETH on Cudos chain but finds that funds never appear.

Gravity.sol#L595-L609

Admin can retrieve these funds should they wish, but user never gets them back because the contract does not check whether the token is supported.

```
function withdrawERC20(
    address _tokenAddress)
    external {
    require(cudosAccessControls.hasAdminRole(msg.sender),
        uint256 totalBalance = IERC20(_tokenAddress).balance0
        IERC20(_tokenAddress).safeTransfer(msg.sender , totall
}
```

Gravity.sol#L632-L638

Tools Used

Logic and discussion with @germanimp (Cudos)

Recommended Mitigation Steps

Add checks in sendToCosmos to check the incoming tokenAddress against a supported token list, so that user funds don't get lost and admin don't need to bother refunding.

mlukanova (Cudos) confirmed

V-Staykov (Cudos) resolved and commented:

PR: CudoVentures/cosmos-gravity-bridge#21

Note: there were originally 7 items judged as Medium severity. After judging was finalized, further input from the sponsor was provided to the judge for reconsideration. Ultimately, the judge decreased <u>issue #143</u> to non-critical.

Low Risk and Non-Critical Issues

For this contest, 41 reports were submitted by wardens detailing low risk and non-critical issues. The <u>report highlighted below</u> by IIIIIII received the top score from the judge.

The following wardens also submitted reports: Ox1337, jayjonah8, GimelSec, dirk_y, GermanKuber, Certoralnc, ch13fd357rOy3r, kirk-baird, MaratCerby, gzeon, dipp, robee, Oxkatana, Hawkeye, sorrynotsorry, orion, hubble, jah, defsec, Waze, ilan, m9800, hake, shenwilly, AmitN, danb, Dravee, cccz, cryptphi, Ox1f8b, broccolirob, ellahi, Funen, OxDjango, WatchPug, kebabsec, simon135, JC, oyc_109, and delfin454000.

Low Risk Issues

	Title	Instances
1	Validator signing address of zero not rejected, allowing anyone to sign	1
2	Unbounded loops may run out of gas	1
3	deployERC20() does not have a reentrancy guard	1
4	Comment does not match the behavior of the code	2

	Title	Instances
5	abi.encodePacked() should not be used with dynamic types when passing the result to a hash function such as keccak256()	1

Total: 6 instances over 5 classes (see lower down in this report for the summary table of the Non-critical findings)

[1] Validator signing address of zero not rejected, allowing anyone to sign

ecrecover() returns 0 when the signature does not match. If the validators approve a valset including an address of 0, then anyone will be able to sign messages for that signer, since invalid sigatures will return zero, and will match the zero address.

```
File: solidity/contracts/Gravity.sol #1

185 return _signer == ecrecover(messageDigest, _v, _r, _s
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L185

[2] Unbounded loops may run out of gas

The call to ecrecover() costs 3000 gas per call, and if there are too many validators, the update of the validator set may pass, but large batches will fail

```
File: solidity/contracts/Gravity.sol
                                        #1
219
        function checkValidatorSignatures(
                // The current validator set and their powers
220
                address[] memory _currentValidators,
221
                uint256[] memory currentPowers,
222
                // The current validator's signatures
223
                uint8[] memory _v,
224
                bytes32[] memory _r,
225
                bytes32[] memory _s,
226
```

```
// This is what we are checking they have signed
227
                bytes32 theHash,
228
                uint256 powerThreshold
229
230
        ) private pure {
                uint256 cumulativePower = 0;
231
232
                for (uint256 i = 0; i < currentValidators.length; i+</pre>
233
                         // If v is set to 0, this signifies that it was
234
                         // (In a valid signature, it is either 27 or :
235
                         if ( v[i] != 0) {
236
                                 // Check that the current validator has
237
                                 require(
238
                                          verifySig( currentValidators[
239
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L219-L239

[3] deployERC20() does not have a reentrancy guard

deployERC20() increments the state_lastEventNonce so it's possible for the nonce to be incremented by a transfer hook. I don't see a way to exploit this given the code in scope, but perhaps some other area relies on event nonces happening in a specific order in relation to the other events.

```
File: solidity/contracts/Gravity.sol
                                        #1
611
        function deployERC20(
                string memory _cosmosDenom,
612
                string memory _name,
613
                string memory _symbol,
614
                uint8 _decimals
615
        ) public {
616
617
                // Deploy an ERC20 with entire supply granted to Grav:
                CosmosERC20 erc20 = new CosmosERC20(address(this), _n
618
619
                // Fire an event to let the Cosmos module know
620
621
                state lastEventNonce = state lastEventNonce.add(1);
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L611-L621

[4] Comment does not match the behavior of the code

Both of the functions below have require(isOrchestrator(msg.sender)), and orchestrators are the first signer, so not just anyone can call these

```
File: solidity/contracts/Gravity.sol #1

362  // Anyone can call this function, but they must supply valid
363  // the batch.

364  function submitBatch (
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L362-L364

```
File: solidity/contracts/Gravity.sol #2

// Anyone can call this function, but they must supply valid

// the new valset.

function updateValset(
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L274-L276

[5] abi.encodePacked() should not be used with dynamic types when passing the result to a hash function such as keccak256()

```
Use abi.encode() instead which will pad items to 32 bytes, which will <u>prevent hash</u> collisions (e.g. abi.encodePacked(0x123,0x456) => 0x123456 => abi.encodePacked(0x1,0x23456), but abi.encode(0x123,0x456) =>
```

0x0...1230...456). "Unless there is a compelling reason, abi.encode should be preferred". If there is only one argument to abi.encodePacked() it can often be cast to bytes() or bytes32() instead.

```
File: solidity/contracts/Gravity.sol #1

182 bytes32 messageDigest = keccak256(

183 abi.encodePacked("\x19Ethereum Signed Message

184 );
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L182-L184

Non-critical Issues

	Title	Instances
1	Best practice is to prevent signature malleability	1
2	Inconsistent variable naming convention	2
3	Inconsistent tabs vs spaces	3
4	if(should be if (to match other lines in the file	1
5	Misleading function name	1
6	Avoid the use of sensitive terms in favor of neutral ones	4
7	public functions not called by the contract should be declared external instead	10
8	2** <n> - 1 should be re-written as type(uint<n>).max</n></n>	1
9	constant s should be defined rather than using magic numbers	3
10	Use a more recent version of solidity	1
11	Variable names that consist of all capital letters should be reserved for const / immutable variables	1
12	Non-library/interface files should use fixed compiler versions, not floating ones	2
13	Typos	1

	Title	Instances
14	File does not contain an SPDX Identifier	2
15	File is missing NatSpec	2
16	Event is missing indexed fields	5
17	Consider making the bridge 'pausable'	1

Total: 41 instances over 17 classes

[1] Best practice is to prevent signature malleability

Use OpenZeppelin's ECDSA contract rather than calling ecrecover() directly

```
File: solidity/contracts/Gravity.sol #1

182 bytes32 messageDigest = keccak256(

183 abi.encodePacked("\x19Ethereum Signed Message 32", _theHash)

184 );

185 return _signer == ecrecover(messageDigest, _v, _r, _s
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L182-L185

[2] Inconsistent variable naming convention

Most state variables use the state_ prefix in their variable name. There are some that don't. Use the prefix everywhere, and manually add public getters where necessary

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gra

```
File: solidity/contracts/Gravity.sol #2
65 mapping(address => bool) public whitelisted;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L65

[3] Inconsistent tabs vs spaces

Most lines use tabs, but some use spaces, which leads to alignment issues

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L128-L134

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L117-L121

```
File: solidity/contracts/Gravity.sol #3

647 address[] memory _validators,

648 uint256[] memory _powers,

649 CudosAccessControls _cudosAccessControls
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L647-L649

[4] if (should be if (to match other lines in the file

https://github.com/code-423n4/2022-05-cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L264

[5] Misleading function name

```
onlyWhitelisted() should be onlyWhitelistedOrAdmin()

File: solidity/contracts/Gravity.sol #1

116 modifier onlyWhitelisted() {
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L116

[6] Avoid the use of sensitive terms in favor of neutral ones

Use allowlist rather than whitelist

```
File: solidity/contracts/Gravity.sol #1
116 modifier onlyWhitelisted() {
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L116

```
File: solidity/contracts/Gravity.sol #2
65 mapping(address => bool) public whitelisted;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L65

```
File: solidity/contracts/Gravity.sol #3
109    event WhitelistedStatusModified(
```

https://github.com/code-423n4/2022-05-cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L109

```
File: solidity/contracts/Gravity.sol #4

124  function manageWhitelist(
```

https://github.com/code-423n4/2022-05-cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gra

[7] public functions not called by the contract should be declared external instead

Contracts <u>are allowed</u> to override their parents' functions and change the visibility from external to public.

```
File: solidity/contracts/Gravity.sol #1

124 function manageWhitelist(
125 address[] memory _users,
126 bool _isWhitelisted
127 ) public onlyWhitelisted {
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L124-L127

```
File: solidity/contracts/Gravity.sol #2

140  function testMakeCheckpoint(ValsetArgs memory _valsetArgs, by
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L140

```
File: solidity/contracts/Gravity.sol
                                       #3
        function testCheckValidatorSignatures(
144
                address[] memory _currentValidators,
145
                uint256[] memory _currentPowers,
146
147
                uint8[] memory v,
                bytes32[] memory r,
148
                bytes32[] memory s,
149
                bytes32 _theHash,
150
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L144-L151

```
File: solidity/contracts/Gravity.sol #4

166 function lastBatchNonce(address _erc20Address) public view re-
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L166

```
File: solidity/contracts/Gravity.sol #5

170 function lastLogicCallNonce(bytes32 _invalidation_id) public
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L170

```
File: solidity/contracts/Gravity.sol
276
        function updateValset(
                // The new version of the validator set
277
                ValsetArgs memory _newValset,
278
                // The current validators that approve the change
279
280
                ValsetArgs memory currentValset,
                // These are arrays of the parts of the current validation
281
282
                uint8[] memory v,
                bytes32[] memory _r,
283
284
                bytes32[] memory s
        ) public nonReentrant {
285
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L276-L285

```
File: solidity/contracts/Gravity.sol
        function submitBatch (
364
                // The validators that approve the batch
365
                ValsetArgs memory _currentValset,
366
                // These are arrays of the parts of the validators si
367
368
                uint8[] memory v,
                bytes32[] memory _r,
369
                bytes32[] memory s,
370
                // The batch of transactions
371
                uint256[] memory _amounts,
372
                address[] memory destinations,
373
                uint256[] memory fees,
374
375
                uint256 batchNonce,
                address tokenContract,
376
                // a block height beyond which this batch is not valid
377
                // used to provide a fee-free timeout
378
                uint256 batchTimeout
379
        ) public nonReentrant {
380
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L364-L380

```
File: solidity/contracts/Gravity.sol
                                        #8
        function submitLogicCall(
479
480
                // The validators that approve the call
                ValsetArgs memory currentValset,
481
                // These are arrays of the parts of the validators significant
482
                uint8[] memory v,
483
                bytes32[] memory r,
484
                bytes32[] memory s,
485
                LogicCallArgs memory args
486
        ) public nonReentrant {
487
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L479-L487

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L595-L599

```
File: solidity/contracts/Gravity.sol #10

611 function deployERC20(
612 string memory _cosmosDenom,
613 string memory _name,
614 string memory _symbol,
615 uint8 _decimals
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L611-L615

```
[8] 2**<n> - 1 should be re-written as type(uint<n>).max
```

Earlier versions of solidity can use uint<n>(-1) instead. Expressions not including the - 1 can often be re-written to accommodate the change (e.g. by using a > rather than a >= , which will also save some gas) https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/CosmosToken.sol#L5

[9] constant s should be defined rather than using magic numbers

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L202

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L433

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L535

[10] Use a more recent version of solidity

Use a solidity version of at least 0.8.4 to get bytes.concat() instead of abi.encodePacked(<bytes>,<bytes>) Use a solidity version of at least 0.8.12 to get string.concat() instead of abi.encodePacked(<str>,<str>)

```
File: solidity/contracts/Gravity.sol #1
1 pragma solidity ^0.6.6;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L1

[11] Variable names that consist of all capital letters should be reserved for const / immutable variables

If the variable needs to be different based on which class it comes from, a view / pure function should be used instead (e.g. like this).

```
File: solidity/contracts/CosmosToken.sol #1

5 uint256 MAX UINT = 2**256 - 1;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Cos mosToken.sol#L5

[12] Non-library/interface files should use fixed compiler versions, not floating ones

```
File: solidity/contracts/CosmosToken.sol #1
1 pragma solidity ^0.6.6;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/CosmosToken.sol#L1

```
File: solidity/contracts/Gravity.sol #2
1 pragma solidity ^0.6.6;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L1

[13] Typos

```
File: solidity/contracts/Gravity.sol #1

// Update invaldiation nonce
```

invaldiation https://github.com/code-423n4/2022-05-cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L564

[14] File does not contain an SPDX Identifier

```
File: solidity/contracts/CosmosToken.sol #1
0 pragma solidity ^0.6.6;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/CosmosToken.sol#L0

File: solidity/contracts/Gravity.sol #2

```
0 pragma solidity ^0.6.6;
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L0

[15] File is missing NatSpec

```
File: solidity/contracts/CosmosToken.sol (various lines) #1
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Cos mosToken.sol

```
File: solidity/contracts/Gravity.sol (various lines) #2
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol

[16] Event is missing indexed fields

Each event should use three indexed fields if there are three or more fields

```
File: solidity/contracts/Gravity.sol #1

73 event TransactionBatchExecutedEvent(
74 uint256 indexed _batchNonce,
75 address indexed _token,
76 uint256 _eventNonce
77 );
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L73-L77

```
File: solidity/contracts/Gravity.sol
        event ERC20DeployedEvent(
85
86
                // FYI: Can't index on a string without doing a bunch
                string cosmosDenom,
87
                address indexed tokenContract,
88
89
                string _name,
                string _symbol,
90
91
                uint8 decimals,
92
                uint256 eventNonce
        );
93
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L85-L93

```
File: solidity/contracts/Gravity.sol
94
        event ValsetUpdatedEvent(
95
                uint256 indexed newValsetNonce,
                uint256 eventNonce,
96
97
                uint256 rewardAmount,
                address rewardToken,
98
99
                address[] validators,
                uint256[] powers
100
       );
101
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L94-L101

```
107 );
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L102-L107

```
File: solidity/contracts/Gravity.sol #5

109 event WhitelistedStatusModified(
110 address _sender,
111 address[] _users,
112 bool _isWhitelisted
113 );
```

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L109-L113

[17] Consider making the bridge 'pausable'

Having this ability would help to mitigate attacks and would ameleorate the need for this withdrawERC20() to be all-or-nothing

https://github.com/code-423n4/2022-05cudos/blob/de39cf3cd1f1e1cf211819b06d4acf6a043acda0/solidity/contracts/Gravity.sol#L632-L638

V-Staykov (Cudos) commented:

This is particularly high quality.

Gas Optimizations

For this contest, 33 reports were submitted by wardens detailing gas optimizations. The <u>report highlighted below</u> by **GermanKuber** received the top score from the judge.

The following wardens also submitted reports: IllIIII, defsec, Oxkatana, Dravee, Ox1f8b, Funen, OxNazgul, Certoralnc, AlleyCat, slywaters, Oxf15ers, oyc_109, robee, OxDjango, rfa, peritoflores, Ov3rf10w, WatchPug, ellahi, MaratCerby, simon135, GimelSec, hake, gzeon, delfin454000, ilan, JC, sorrynotsorry, hansfriese, Waze, nahnah, and jonatascm.

[G-01]

In the <code>sendToCosmos()</code> function it is not validated that <code>_amount != 0</code>, therefore the <code>state_lastEventNonce</code> could be made to grow only by spending gas. If they go up to <code>type(uint256).max</code> could it cause an overflow and DoS system wide?

[G-02]

An if could be added inside the for loop to transfer if only the following condition is met if(_destinations[i]!= address(0) && _amounts[i] != 0).

[G-03]

An if could be added before transferring the fees with if(totalFee != 0).

[G-04]

An if could be added before transferring the totalBalance with if(totalBalance!= 0).

[G-05]

Gas is saved if the variable in storage: state_lastValsetNonce is not set to zero, since it is its default value (the tests in remix said a difference of 2246).

[G-06]

It would save 20,000 gas if instead of using a modifier a view function was used.

[G-07]

L118/L233/L263/L453/L568/L579/L660 - Instead of using i++, you could use ++i unchecked and save 20,000 gas in 10 iterations.

[G-08]

L118/233/L263/L453/L568/L579/L660 - It would save 2,000 gas in the for if instead of "uint256 i = 0;" were "uint256 i;"

[G-09]

L231 - It would save 2,000 gas in the for if instead of "uint256 cumulativePower = 0;;" were "uint256 cumulativePower;"

[G-10]

L659 - Gas is saved if the variable in storage: state_lastValsetNonce is not set to zero, since it is its default value (the tests in remix said a difference of 2246).

V-Staykov (Cudos) commented:

[G-01]: Marked it with "disagree with severity" because this is not a gas optimization issue. It seems to be low/mid finding. It is indeed a valid issue, but mitigating it with just checking if the amount is not zero doesn't seem good, since an attack can then be made with _amount= le-18 lets say and still be cheap enough.

[G-04]: Disputed. This seems totally not worth it, since this function is to be used in very rare cases, i.e. changing the contract, and only by admin, who would not do it if he is not sure there are funds worth withdrawing from the contract. That said, adding a check would only cause more gas consumed.

[G-06]: Disputed. This does not describe what it refers to and I personally don't understand it. It seems not helpful at all.

Disclosures

C4 is an open organization governed by participants in the community.

C4 Contests incentivize the discovery of exploits, vulnerabilities, and bugs in smart contracts. Security researchers are rewarded at an increasing rate for finding higher-risk issues. Contest submissions are judged by a knowledgeable security researcher and solidity developer and disclosed to sponsoring developers. C4 does not conduct formal verification regarding the provided code but instead provides final verification.

C4 does not provide any guarantee or warranty regarding the security of this project. All smart contract software should be used at the sole risk and responsibility of users.

Top

An open organization | Twitter | Discord | GitHub | Medium | Newsletter | Media kit | code4rena.eth