

Hardening Blockchain Security with Formal Methods

FOR

NA MAKER



► Prepared For:

Maciek Kamiński | Maker Foundation makerdao.com

► Prepared By:

Jacob Van Geffen Shankara Pailoor Jon Stephens

- ► Contact Us: contact@veridise.com
- ► Version History:

January 18, 2023 Draft

© 2022 Veridise Inc. All Rights Reserved.

Contents

Co	Contents			
1	1 Executive Summary			
2	Project Das	shboard	3	
3	Detailed D	escription of Bugs	5	
	3.0.1	V-VAT-VUL-001: Incorrect uint256 math	6	
4	Verified Pr	operties	9	
	4.1 Detail	ed Description of Formal Verification Results	10	
	4.1.1	V-MCD-PROP-001: Constructor correctly initializes state	10	
	4.1.2	V-MCD-PROP-002: rely correctly sets ward	11	
	4.1.3	V-MCD-PROP-003: rely reverts <i>iff</i> conditions are met	12	
	4.1.4	V-MCD-PROP-004: deny correctly sets ward	13	
	4.1.5	V-MCD-PROP-005: deny reverts <i>iff</i> conditions are met	14	
	4.1.6	V-MCD-PROP-006: init correctly sets rate value of ilks	15	
	4.1.7	V-MCD-PROP-007: init reverts <i>iff</i> conditions are met	16	
	4.1.8	V-MCD-PROP-008: file correctly sets Line	17	
	4.1.9	V-MCD-PROP-009: file reverts <i>iff</i> conditions are met	18	
	4.1.10	V-MCD-PROP-010: file_ilk correctly updates state	19	
	4.1.11	V-MCD-PROP-011: file_ilk reverts <i>iff</i> conditions are met	20	
	4.1.12	V-MCD-PROP-012: cage correctly sets live	21	
	4.1.13	V-MCD-PROP-013: cage reverts <i>iff</i> conditions are met	22	
	4.1.14	V-MCD-PROP-014: hope correctly sets can	23	
	4.1.15	V-MCD-PROP-015: hope reverts <i>iff</i> conditions are met	24	
	4.1.16	V-MCD-PROP-016: nope correctly sets can	25	
	4.1.17	V-MCD-PROP-017: nope reverts <i>iff</i> conditions are met	26	
	4.1.18	V-MCD-PROP-018: slip correctly updates gem	27	
	4.1.19	V-MCD-PROP-019: slip reverts <i>iff</i> conditions are met	28	
	4.1.20	V-MCD-PROP-020: flux correctly updates gem for src and dst	29	
	4.1.21	V-MCD-PROP-021: flux reverts <i>iff</i> conditions are met	30	
	4.1.22	V-MCD-PROP-022: move correctly updates dai for src and dst	31	
	4.1.23	V-MCD-PROP-023: move reverts <i>iff</i> conditions are met	32	
	4.1.24	V-MCD-PROP-024: frob correctly updates various parts of state	33	
	4.1.25	V-MCD-PROP-025: frob reverts <i>iff</i> conditions are met	35	
	4.1.26	V-MCD-PROP-026: fork correctly updates urns	38	
	4.1.27	V-MCD-PROP-027: fork reverts <i>iff</i> conditions are met	39	
		V-MCD-PROP-028: grab correctly updates various parts of state	41	
		V-MCD-PROP-029: grab reverts <i>iff</i> conditions are met	42	
		V-MCD-PROP-030: heal correctly updates various parts of state	44	
	4.1.31	V-MCD-PROP-031: heal reverts <i>iff</i> conditions are met	45	
	4.1.32	V-MCD-PROP-032: suck correctly updates various parts of state	46	
	4.1.33	V-MCD-PROP-033: suck reverts <i>iff</i> conditions are met	47	

4.1.34	V-MCD-PROP-034: fold correctly updates various parts of state	48
4.1.35	V-MCD-PROP-035: fold reverts <i>iff</i> conditions are met	49

Executive Summary

From July 25th 2022 to February 1st 2023, MakerDAO engaged Veridise to review the security of their Multi Collateral Dai Protocol for StarkNet. The review focused on verifying the functional correctness of various operations within the Cairo version of the VAT contract of the DAI Stablecoin, and included commits starting from commit 3a6bf6c and ending with commit 9914ac5. Veridise conducted this assessment over 14 person-months, with two senior research scientists and one research engineer. The auditing strategy involved tool-assisted analysis of the source code performed by Veridise engineers. Specifically, Medjai was used to formally verify the implementation of the protocol based on functional specifications. Some enhancements to Medjai were developed specifically to enable this verification.

Summary of issues detected. Through the process of verifying the VAT contract, Veridise engineers found a bug that affected functions using the safe_math library, such as the fold function. The bug was caused by a mismatch of assumptions made by the safe_math libraries and assumptions presumed by the caller of such functions. The bug was fixed in commit 8713f85.

Code assessment. The code provided by MakerDAO for the VAT contract defines an essential part of MakerDAO's DAI stablecoin. It includes operations that alter user balances, set permissions, and update metadata used by other computations. An important distinction between the Cairo VAT contract and the original Solidity version is that Cairo uint256 values have a wider range of possible errors. Specifically, since Cairo represents values as field elements with a prime less than 2²⁵⁶, uint256 values are represented by two such field elements. However, the prime is also much larger than 2¹²⁸, meaning that there are a large range of field element pairs that correspond to invalid representations of a uint256. Additionally, there is no automatic protection against these invalid representations. For this reason, part of proving the correctness of the protocol includes proving that all uses of a uint256 are safe. Many of the properties in chapter 4 reference the validity of uint256 values for this reason.

Disclaimer. We hope that this report is informative but provide no warranty of any kind, explicit or implied. The contents of this report should not be construed as a complete guarantee that the system is secure in all dimensions. In no event shall Veridise or any of its employees be liable for any claim, damages or other liability, whether in an action of contract, tort or otherwise, arising from, out of or in connection with the results reported here.

Project Dashboard

Table 2.1: Application Summary.

Name	Version	Туре	Platform
DAI Stablecoin VAT	3a6bf6c - 9914ac5	Cairo	StarkNet

 Table 2.2: Engagement Summary.

Dates	Method	Consultants Engaged	Level of Effort
May 3 - June 3, 2022	Medjai	2	14 person-months

Table 2.3: Vulnerability Summary.

Name	Number	Resolved
Critical-Severity Issues	1	0
High-Severity Issues	0	0
Moderate-Severity Issues	0	0
Low-Severity Issues	0	0
Informational-Severity Issues	0	0
Undetermined-Severity Issues	0	0
TOTAL	1	1

Table 2.4: Category Breakdown.

Name	Number
Logic Error	1

Table 2.5: Verification Summary.

Туре	Number
Behavior Validation	18
Revert Necessary and Sufficient Conditions	17

Oetailed Description of Bugs

During the course of our audit, Medjai identified a bug while verifying V-MCD-PROP-034. The bug was caused by a mismatch of assumptions between the caller and callee of arithmetic operations in safe_math.cairo, and affected operations that used safe math arithmetic such as fold. This section describes the bug in detail, describes the suggested (and implemented) fix. It also outlines Veridise's recommendations for continued verification of the protocol as a whole.

Table 3.1: Summary of Discovered Vulnerabilities.

ID	Description	Severity	Status
V-VAT-VUL-001	Incorrect uint256 math	Critical	Fixed

3.0.1 V-VAT-VUL-001: Incorrect uint256 math

Severity	Critical	Commit	c751ae5
Туре	Logic Error	Status	Fixed
Files		vat.cairo	
Functions		fold	

The MakerDAO safe math library contains a variety of arithmetic operations over uint256 values, all with varying assumptions on those parameters. For example, two of the arithmetic operations add and _add are shown here:

```
1 // unsigned wad + unsigned wad -> unsigned wad
2 func add{range_check_ptr, bitwise_ptr: BitwiseBuiltin*}(lhs: Uint256, rhs: Uint256)
       -> (
      res: Uint256
3
  ) {
4
5
       . . .
6 }
7
8 // unsigned wad + signed wad -> unsigned wad
9 // function _add(uint256 x, int256 y) internal pure returns (uint256 z) {
          z = y \ge 0 ? x + uint256(y) : x - uint256(-y);
10 //
11 // }
12 func _add{range_check_ptr, bitwise_ptr: BitwiseBuiltin*}(x: Uint256, y: Int256) -> (
      res: Uint256) {
13
       . . .
14 }
```

As the comments illustrate, add operates over unsigned uint256 values while _add takes a signed value as its second argument. Since uint256 values are also used to represent signed integers, its easy for developers to mismatch caller and callee assumptions. Such an error was found in the fold function shown here:

```
1 // // --- Rates ---
2 // function fold(bytes32 i, address u, int256 rate_) external auth {
3 @external
4 func fold{
       syscall_ptr: felt*, pedersen_ptr: HashBuiltin*, range_check_ptr, bitwise_ptr:
5
       BitwiseBuiltin*
6 }(i: felt, u: felt, rate: Int256) {
7
       . . .
8
       // int256 rad = _int256(ilk.Art) * rate_;
9
       let (rad) = _mul(ilk.Art, rate);
10
11
       let (dai) = _dai.read(u);
12
       let (dai) = add(dai, rad);
13
       _dai.write(u, dai);
14
15
       let (debt) = _debt.read();
16
       let (debt) = add(debt, rad);
17
       _debt.write(debt);
18
19
20
       . . .
21 }
```

Importantly, rad is assumed to be an *signed* value, since rate may be negative. However, the add operation used assumes that the second operation (rad in these cases) is an *unsigned* value. As a result, when rad is negative, fold may actually add a large amount to dai(u) and debt instead of subtracting.

Bug fix The fix to this bug came in two parts. First, the fold function was updated to use the correct addition operation (i.e. changing add to $_add$). Second, the safe math library was updated with the auxiliary type Int256 to make more clear the callee assumptions on arithmetic operations.

Recommendations As the MakerDAO code base evolves and changes over time, we recommend rerunning this automatic verification process in order to ensure any new changes do not affect the correctness of the protocol. Since the properties specify functional correctness of protocol operations, we do not expect any necessary changes to the specifications when verifying changes to the protocol. Should new operations be added, we recommend specifying the correctness of those operations using the [V] language in a similar way to the specified properties in chapter 4. Doing so will allow Medjai to verify the correctness of these new operations as well.

Werified Properties

4

In this section, we describe the properties verified by our tools. For each property, we log the relevant functions and the type of property. Table 4.1 summarizes the verified properties:

ID	Description	Status
V-MCD-PROP-001	Constructor correctly initializes state	Verified
V-MCD-PROP-002	rely correctly sets ward	Verified
V-MCD-PROP-003	rely reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-004	deny correctly sets ward	Verified
V-MCD-PROP-005	deny reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-006	init correctly sets rate value of ilks	Verified
V-MCD-PROP-007	init reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-008	file correctly sets Line	Verified
V-MCD-PROP-009	file reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-010	file_ilk correctly updates state	Verified
V-MCD-PROP-011	file_ilk reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-012	cage correctly sets live	Verified
V-MCD-PROP-013	cage reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-014	hope correctly sets can	Verified
V-MCD-PROP-015	hope reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-016	nope correctly sets can	Verified
V-MCD-PROP-017	nope reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-018	slip correctly updates gem	Verified
V-MCD-PROP-019	slip reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-020	flux correctly updates gem for src and dst	Verified
V-MCD-PROP-021	flux reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-022	move correctly updates dai for src and dst	Verified
V-MCD-PROP-023	move reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-024	frob correctly updates various parts of state	Verified
V-MCD-PROP-025	frob reverts <i>iff</i> conditions are met	In Progress
V-MCD-PROP-026	fork correctly updates urns	Verified
V-MCD-PROP-027	fork reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-028	grab correctly updates various parts of state	Verified
V-MCD-PROP-029	grab reverts iff conditions are met	Verified
V-MCD-PROP-030	heal correctly updates various parts of state	Verified
V-MCD-PROP-031	heal reverts iff conditions are met	Verified
V-MCD-PROP-032	suck correctly updates various parts of state	Verified
V-MCD-PROP-033	suck reverts <i>iff</i> conditions are met	Verified
V-MCD-PROP-034	fold correctly updates various parts of state	Verified
V-MCD-PROP-035	fold reverts <i>iff</i> conditions are met	Verified

Table 4.1: Summary of Verified Properties.

4.1 Detailed Description of Formal Verification Results

In this section, we describe how each property was verified, including both an English description of the property as well as the formal property verified. The specifications for these properties are mostly based on the specifications for the Solidity versions of the functions, with some alterations. For example, additional checks on the validity of uint256 values are required due to the structural differences between uint256 in Cairo versus Solidity. While most properties were able to be verified by Medjai in a fully automatic way, some more complex properties required additional manual effort. These efforts are described for each property below.

4.1.1 V-MCD-PROP-001: Constructor correctly initializes state

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	constructor		

Description This is a correctness property for the constructor of the vat contract. Specifically, the property specifies that the live value is set to 1, ward value for the parameterized address is set to 1, and the ward value for any other addresses does not change.

Formal Specification The following shows the formal specification for the V-MCD-PROP-001 property:

4.1.2 V-MCD-PROP-002: rely correctly sets ward

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	rely		

Description This is a correctness property for the function rely in the case that the function finishes (i.e. does not revert). Specifically, the property specifies that the ward value for the parameterized address is set to 1, while the ward value for any other addresses does not change.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, address otherUsr
2 spec: finished(c.rely(usr), otherUsr != usr |=>
3 wards(usr) = 1 && wards(otherUsr) = old(wards(otherUsr)))
```

4.1.3 V-MCD-PROP-003: rely reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		rely	

Description There are two conditions under which rely reverts:

- 1. The ward value of the message sender is not 1
- 2. The live value is not 1

This property specifies that the rely function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.rely(usr), ward(get_caller_address()) != 1 || live() != 1)
```

4.1.4 V-MCD-PROP-004: deny correctly sets ward

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	deny		

Description This is a correctness property for the function deny in the case that the function finishes (i.e. does not revert). Specifically, the property specifies that the ward value for the parameterized address is set to 0, while the ward value for any other addresses does not change.

Formal Specification The following shows the formal specification for the property:

4.1.5 V-MCD-PROP-005: deny reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		deny	

Description There are two conditions under which deny reverts:

- 1. The ward value of the message sender is not 1
- 2. The live value is not 1

This property specifies that the deny function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.deny(usr), ward(get_caller_address()) != 1 || live() != 1)
```

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		init	

4.1.6 V-MCD-PROP-006: init correctly sets rate value of ilks

Description This is a correctness property for the function init in the case that the function finishes (i.e. does not revert). Specifically, the property specifies that the value of ilks at index ilk is updated such that the rate is set to 10^{27} , and all other values are unchanged.

Formal Specification The following shows the formal specification for the property:

4.1.7 V-MCD-PROP-007: init reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		init	

Description There are two conditions under which init reverts:

- 1. The ward value of the message sender is not 1
- 2. The initial value of rate for the ilk parameter is not 0

This property specifies that the init function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.init(ilk), ward(get_caller_address()) != 1 || ilks(ilk).rate != 0)
```

4.1.8 V-MCD-PROP-008: file correctly sets Line

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	file		

Description This is a correctness property for the function file in the case that the function finishes (i.e. does not revert). Specifically, the property specifies that file correctly sets the value of Line to the parameter data of the function.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: finished(c.file(what, data), c.Line() = data)
```

4.1.9 V-MCD-PROP-009: file reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		file	

Description There are three conditions under which file reverts:

- 1. The ward value of the message sender is not 1
- 2. The live value is not 1
- 3. The what value passed to the function is not "Line"

This property specifies that the file function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

4.1.10 V-MCD-PROP-010: file_ilk correctly updates state

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		file_ilk	

Description This is a correctness property for the function file_ilk in the case that the function finishes (i.e. does not revert). Specifically, the property specifies that file_ilk updates the spot, line, and dust values of ilks(ilk) correctly based on the parameterized what value.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
 2
     3
     4
     finished(c.file_ilk(ilk, what, data),
5
           what = w1() -> ilks(ilk).spot = data
6
         && what != w1() -> ilks(ilk).spot = old(ilks(ilk).spot)
7
         && what = w2() \rightarrow ilks(ilk).line = data
8
9
         && what != w2() -> ilks(ilk).line = old(ilks(ilk).line)
         && what = w3() -> ilks(ilk).dust = data
10
         && what != w3() -> ilks(ilk).dust = old(ilks(ilk).dust)
11
         && ilks(ilk).Art = old(ilks(ilk).Art)
12
         && ilks(ilk).rate = old(ilks(ilk).rate))
13
```

4.1.11 V-MCD-PROP-011: file_ilk reverts iff conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		file_ilk	

Description There are three conditions under which file_ilk reverts:

- 1. The ward value of the message sender is not 1
- 2. The live value is not 1
- 3. The what value passed to the function is not "Line"

This property specifies that the file_ilk function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
spec: reverted(c.file_ilk(ilk, what, data),
2
       ward(get_caller_address()) != 1 ||
3
       live() != 1 ||
4
       (what != 0
5
  what != 0
6
  7
       what != 0
```

4.1.12 V-MCD-PROP-012: cage correctly sets live

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	cage		

Description This is a correctness property for the function cage in the case that the function finishes. Specifically, the property specifies that the value of live is set to 0 after cage is called.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: finished(c.cage(), c.live() = 0)
```

4.1.13 V-MCD-PROP-013: cage reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		cage	

Description This property specifies that the cage function should revert *if and only if* the ward value of the message sender is not 1.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.cage(), ward(get_caller_address()) != 1)
```

Commit9914ac5StatusVerifiedFilesvat.cairoFunctionshope

4.1.14 V-MCD-PROP-014: hope correctly sets can

Description This is a correctness property for the function hope in the case that the function finishes. Specifically, the property specifies that the value of can corresponding to both the caller address and usr parameter address is set to 1. All other values of can should remain unchanged.

Formal Specification The following shows the formal specification for the property:

4.1.15 V-MCD-PROP-015: hope reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		hope	

Description This property specifies that the hope function should not revert.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.hope(usr), false)
```

Commit	9914ac5	Status	Verified
Files		vat.cairo	
Functions		nope	

4.1.16 V-MCD-PROP-016: nope correctly sets can

Description This is a correctness property for the function nope in the case that the function finishes. Specifically, the property specifies that the value of can corresponding to both the caller address and usr parameter address is set to 0. All other values of can should remain unchanged.

Formal Specification The following shows the formal specification for the property:

4.1.17 V-MCD-PROP-017: nope reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files		vat.cairo	
Functions		nope	

Description This property specifies that the nope function should not revert.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: reverted(c.nope(usr), false)
```

Commit	9914ac5	Status	Verified
Files		vat.cairo	
Functions		slip	

4.1.18 V-MCD-PROP-018: slip correctly updates gem

Description This is a correctness property for the function slip in the case that the function finishes. Specifically, the property specifies that the value of can corresponding to both the caller address and usr parameter address is set to 0. All other values of can should remain unchanged.

Formal Specification The following shows the formal specification for the property:

4.1.19 V-MCD-PROP-019: slip reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		slip	

Description There are three conditions under which slip reverts:

- 1. The ward value of the message sender is not 1
- 2. The new gem value is outside of the range of valid uint256 values
- 3. The wad parameter represents an invalid uint256

This property specifies that the slip function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
  spec: let max_uint256() :=
2
      115792089237316195423570985008687907853269984665640564039457584007913129639935;
        let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
3
        reverted(c.slip(ilk, usr, wad),
4
                 !valid_uint256(wad) ||
5
6
                 ward(get_caller_address()) != 1 ||
                 sum(gem(ilk, usr), wad) < 0 ||</pre>
7
8
                 sum(gem(ilk, usr), wad) > max_uint256())
```

4.1.20 V-MCD-PROP-020: flux correctly updates gem for src and dst

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	flux		

Description This is a correctness property is broken up into two specifications based on the starting state.

- 1. If src and dst are equivalent, then the value of gem for the address remains the same.
- If src and dst are different, then gem(ilk, src) decreases and gem(ilk, dst) increases by the correct amount. Specifically, the computed uint256 value represents the correct mathematical integer.

In both cases, the gem value for other addresses should not change.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, felt otherIlk, address otherUsr
  spec: finished(c.flux(ilk, src, dst, wad),
2
      src != dst && (otherIlk != ilk || (otherUsr != src && otherUsr != dst))
3
      |=>
4
      mathint(gem(ilk, src)) = old(mathint(gem(ilk, src))) - mathint(wad) &&
5
      mathint(gem(ilk, dst)) = old(mathint(gem(ilk, dst))) + mathint(wad) &&
6
      gem(otherIlk, otherUsr) = old(gem(otherIlk, otherUsr)))
7
1 vars: contract c, felt anyIlk, address anyUsr
2 spec: finished(c.flux(ilk, src, dst, wad),
                     src = dst |=> gem(anyIlk, anyUsr) = old(gem(anyIlk, anyUsr)))
3
```

4.1.21 V-MCD-PROP-021: flux reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		flux	

Description There are four conditions under which flux reverts:

- 1. The wish value for src is false (i.e. src is not the message sender and the value of can for src and the message sender is not 1)
- 2. The original value for gem at src is less than the wad parameter
- 3. The resulting gem value for dst would overflow
- 4. The wad parameter represents an invalid uint256

This property specifies that the flux function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

4.1.22 V-MCD-PROP-022: move correctly updates dai for src and dst

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	move		

Description This is a correctness property is broken up into two specifications based on the starting state.

- 1. If src and dst are equivalent, then the value of dai for the address remains the same.
- If src and dst are different, then dai(src) decreases and gem(dst) increases by the correct amount. Specifically, the computed uint256 value represents the correct mathematical integer.

In both cases, the dai value for other addresses should not change.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, address otherUsr
2
  spec: finished(c.move(src, dst, rad),
                 src != dst && otherUsr != src && otherUsr != dst
3
                 |=>
4
5
                 mathint(dai(src)) = old(mathint(dai(src))) - mathint(rad) &&
                 mathint(dai(dst)) = old(mathint(dai(dst))) + mathint(rad) &&
6
                 dai(otherUsr) = old(dai(otherUsr)))
7
1 vars: contract c, address anyUsr
2 spec: finished(c.move(src, dst, rad),
                     src = dst |=> dai(anyUsr) = old(dai(anyUsr)))
3
```

4.1.23 V-MCD-PROP-023: move reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions		move	

Description There are four conditions under which move reverts:

- 1. The wish value for src is false (i.e. src is not the message sender and the value of can for src and the message sender is not 1)
- 2. The original value for dai at src is less than the rad parameter
- 3. The resulting dai value for dst would overflow
- 4. The rad parameter represents an invalid uint256

This property specifies that the move function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

4.1.24 V-MCD-PROP-024: frob correctly updates various parts of state

	Commit	9914ac5	Status	Verified
	Files	vat.cairo		
Fu	unctions	frob		

Description This is a correctness property specifies that the frob function modifies various parts of the contract state, while keeping others constant:

- 1. The ink and art values of urns(i, u) increase, while urns for unspecified addresses remains constant.
- 2. The Art value of ilks(i) increases, while all other values of ilks(i) remain constant.
- 3. The debt value increases by the correct amount.
- 4. gem(i, v) increases, but remains constant for other addresses.
- 5. dai(w) increases, but remains constant for other addresses.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, felt otherIlk, address otherU, address otherV, address otherW
   spec: let diff(l, r) := mathint(uint256(l)) - mathint(int256(r));
2
         finished(c.frob(i, u, v, w, dink, dart)
3
4
         (otherIlk != ilk || otherU != u) &&
         (otherIlk != ilk || otherV != v) &&
5
6
         otherW != W
         |=>
7
         mathint(urns(i, u).ink) = old(mathint(urns(i, u).ink)) + mathint(dink) &&
8
         mathint(urns(i, u).art) = old(mathint(urns(i, u).art)) + mathint(dart) &&
9
         mathint(ilks(i).Art) = old(mathint(ilks(i).Art)) + mathint(dart) &&
10
         mathint(debt()) = old(mathint(debt())) + old(mathint(ilks(i).rate)) * mathint(
11
       dart) &&
         mathint(gem(i, v)) = diff(old(gem(i, v)), dink) &&
12
         mathint(dai(w)) = old(mathint(dai(w))) + old(mathint(ilks(i).rate)) * mathint(
13
       dart) &&
         urns(otherIlk, otherU) = old(urns(otherIlk, otherU)) &&
14
         ilks(i).rate = old(ilks(i).rate) &&
15
16
         ilks(i).spot = old(ilks(i).spot) &&
         ilks(i).line = old(ilks(i).line) &&
17
         ilks(i).dust = old(ilks(i).dust) &&
18
         gem(otherIlk, otherV) = old(gem(otherIlk, otherV)) &&
19
         dai(otherW) = old(dai(otherW)))
20
```

Verification Methodology This query required some manual effort from Veridise engineers to fully verify. The main reason for this is the arithmetic used in frob: multiplication for uint256 implemented with finite field arithmetic proves difficult to reason about quickly. To enable verification of this property with Medjai, engineers at Veridise manually decomposed the verification task into multiple independent pieces.

The first way that Veridise engineers performed this decomposition was modeling the multiplication functions within safe_math.cairo. In doing so, Medjai was able to use this simpler model to prove the property above, then prove that the model correctly simulates the actual implementation of multiplication.

The second step in decomposing the problem was to verify the property separately for different assumptions made on the inputs to frob. Medjai was able to prove the property for frob for each input case separately, and then together prove that those cases covered all possible inputs. As a result, Medjai was able to provide a piece-wise proof that the correctness property for frob holds.

4.1.25 V-MCD-PROP-025: frob reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	frob		

Description There are twenty conditions under which frob reverts:

- 1. live is not 1
- 2. The rate value of ilks(i) is 0
- 3. The resulting ink value of urns(i, u) would overflow
- 4. The resulting art value of urns(i, u) would overflow
- 5. The resulting Art of ilks(i) value would overflow
- 6. The rate value of ilks(i) is above the max uint256 value
- 7. rate * dart over- or underflows
- 8. rate times the new urns(i, u).art value overflows
- 9. debt + rate * dart would overflow
- 10. rate times the new ilks(i).Art value overflows
- 11. The parameter dart > 0, and rate * ilks(i).Art is greater than ilks(i).line or the new debt value is greater than Line
- 12. The new value for ink * spot overflows
- Both rate times the new art is greater than spot times the new ink and either dart > 0 or dink < 0
- 14. Both wish(u) is false and either dart > 0 or dink < 0
- 15. Both wish(v) is false and dink > 0
- 16. Both wish(w) is false and dart < 0
- 17. The new art value is greater than 0, and rate times the new art value is less than dust
- 18. The updated gem value overflows
- 19. The updated dai value overflows
- 20. The dink or dart parameter represents an invalid uint256

This property specifies that the frob function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
vars: contract c
1
   spec: let diff(l, r) := mathint(uint256(l)) - mathint(int256(r));
2
         let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
3
         let mul(l, r) := mathint(uint256(l)) * mathint(int256(r));
4
         let max_Uint256() :=
5
       115792089237316195423570985008687907853269984665640564039457584007913129639935;
         let max_Int256() :=
6
       57896044618658097711785492504343953926634992332820282019728792003956564819967;
7
         let min_Int256() :=
       -57896044618658097711785492504343953926634992332820282019728792003956564819968;
         let ink(usr) := urns(i, usr).ink;
8
9
         let art(usr) := urns(i, usr).art;
         let Art() := ilks(i).Art;
10
         let rate() := ilks(i).rate;
11
         let spot() := ilks(i).spot;
12
         let dust() := ilks(i).dust;
13
         let line() := ilks(i).line;
14
         let caller() := c.get_caller_address();
15
16
         reverted(c.frob(i, u, v, w, dink, dart),
                   !valid_uint256(dink) ||
17
                   !valid_uint256(dart) ||
18
                  live() != 1 ||
19
                   rate() = 0 ||
20
21
                  sum(ink(i), dink) < 0 ||</pre>
                  sum(ink(i), dink) > max_Uint256() ||
22
23
                   sum(art(i), dart) < 0 ||</pre>
                  sum(art(i), dart) > max_Uint256() ||
24
25
                  sum(Art(), dart) < 0 ||</pre>
                  sum(Art(), dart) > max_Uint256() ||
26
                  mathint(rate()) > max_Int256() ||
27
28
                  mul(rate(), dart) > max_Int256() ||
                  mul(rate(), dart) < min_Int256() ||</pre>
29
30
                  mul(rate(), sum(art(i), dart)) > max_Uint256() ||
                  sum(debt(), mul(rate(), dart)) < 0 ||</pre>
31
                   sum(debt(), mul(rate(), dart)) > max_Uint256() ||
32
                  mul(rate(), sum(Art(), dart)) > max_Uint256() ||
33
                   (dart > 0 && (mul(rate(), sum(Art(), dart)) > line() ||
34
35
                                  sum(debt(), mul(rate(), dart)) > Line())) ||
                  mul(sum(ink(i), ink), spot()) > max_Uint256() ||
36
37
                   ((dart > 0 || dink < 0) && (mul(rate(), sum(Art(), dart)) > mul(sum(
       ink(i), dink), spot()))) ||
                   ((dart > 0 || dink < 0) && wish(u, caller()) != 1) ||
38
                   (dink < 0 && wish(v, caller()) != 1) ||
39
                   (dart > 0 && wish(w, caller()) != 1) ||
40
                   (sum(Art(), dart) > 0 && mul(rate(), sum(Art(), dart) < dust())) ||</pre>
41
42
                  diff(gem(i, v), dink) < 0 ||
                  diff(gem(i, v), dink) > max_Uint256() ||
43
44
                   sum(dai(w), mul(rate(), dart)) < 0 ||</pre>
45
                   sum(dai(w), mul(rate(), dart)) > max_Uint256())
```

Verification Methodology Veridise engineers were able to verify this property of frob using similar techniques as those described for V-MCD-PROP-024. Specifically, we model arithmetic operations as described previously, and only include necessary assumptions. In general, Medjai proves if and only if properties in two cases: showing that frob reverting implies that one condition is true, and separately that the disjunction of the conditions implies that frob reverts. For this property in particular, Medjai proved that each revert condition listed was sufficient independent of others. This allowed Medjai to perform smaller (and easier) verification tasks. By doing so, Medjai was able to verify that this property holds.

4.1.26 V-MCD-PROP-026: fork correctly updates urns

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	fork		

Description This is a correctness property is broken up into two specifications based on the starting state.

- 1. If src and dst are equivalent, then the value of urns for the address remains the same.
- If src and dst are different, then both the ink and art values of urns(ilk, src) decrease and values of urns(ilk, dst) increase by the correct amount. Specifically, all computed uint256 values represent the correct mathematical integer.

In both cases, the urns value for other addresses should not change.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, felt otherIlk, address otherUsr
   spec: finished(c.fork(ilk, src, dst, dink, dart),
2
         src != dst && (otherIlk != ilk || (otherUsr != src && otherUsr != dst))
3
         |=>
4
         mathint(urns(ilk, src).ink) = old(mathint(urns(ilk, src).ink)) - mathint(dink)
5
         && mathint(urns(ilk, src).art)
6
            = old(mathint(urns(ilk, src).art)) - mathint(dart)
7
         && mathint(urns(ilk, dst).ink)
8
            = old(mathint(urns(ilk, dst).ink)) + mathint(dink)
9
10
         && mathint(urns(ilk, dst).art)
            = old(mathint(urns(ilk, dst).art)) + mathint(dart)
11
         && mathint(gem(ilk, dst)) = old(mathint(gem(ilk, dst))) + mathint(wad)
12
         && urns(otherIlk, otherUsr).ink = old(urns(otherIlk, otherUsr).ink)
13
         && urns(otherIlk, otherUsr).art = old(urns(otherIlk, otherUsr).art))
14
1 vars: contract c, felt anyIlk, address anyUsr
  spec: finished(c.fork(ilk, src, dst, dink, dart),
2
3
                      src = dst
4
                  |=> urns(anyIlk, anyUsr).ink = old(urns(anyIlk, anyUsr).ink)
                      && urns(anyIlk, anyUsr).art = old(urns(anyIlk, anyUsr).art))
5
```

Verification Methodology Like frob, fork contains arithmetic involving multiplication in a finite field. In order to enable verification through Medjai, Veridise engineers again used a model for uint256 multiplication and separately verified the correctness of this model. By doing so, Medjai was able to fully verify this property.

4.1.27 V-MCD-PROP-027: fork reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	fork		

Description There are fourteen conditions under which fork reverts:

- 1. The resulting ink value of urns(ilk, src) would overflow
- 2. The resulting art value of urns(ilk, src) would overflow
- 3. The resulting ink value of urns(ilk, dst) would overflow
- 4. The resulting art value of urns(ilk, dst) would overflow
- 5. rate times the new urns(ilk, src).art value overflows
- 6. rate times the new urns(ilk, dst).art value overflows
- 7. Either wish(src) or wish(dst) is false
- 8. spot times the new urns(ilk, src).ink value overflows
- 9. rate times the new urns(ilk, src).art is too large
- 10. spot times the new urns(ilk, dst).ink value overflows
- 11. rate times the new urns(ilk, dst).art is too large
- 12. Both the updated urns(ilk, src).art is non-zero, and urns(ilk, src).art * rate < dust</p>
- 13. Both the updated urns(ilk, dst).art is non-zero, and urns(ilk, dst).art * rate < dust</p>
- 14. The dink or dart parameter represents an invalid uint256

This property specifies that the fork function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
   spec: let diff(l, r) := mathint(uint256(l)) - mathint(int256(r));
2
         let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
3
         let mul(l, r) := mathint(uint256(l)) * mathint(int256(r));
4
         let max_uint256() :=
5
       115792089237316195423570985008687907853269984665640564039457584007913129639935;
         let ink(u) := urns(ilk, u).ink;
6
         let art(u) := urns(ilk, u).art;
7
         let rate() := ilks(ilk).rate;
8
         let spot() := ilks(ilk).spot;
9
         let dust() := ilks(ilk).dust;
10
11
         let caller() := c.get_caller_address();
         reverted(c.fork(ilk, src, dst, dink, dart),
12
                  !valid_uint256(dink) ||
13
                   !valid_uint256(dart) ||
14
                  diff(ink(src), dink) < 0 ||</pre>
15
                  diff(ink(src), dink) > max_uint256() ||
16
                  diff(art(src), dart) < 0 ||</pre>
17
18
                  diff(art(src), dart) > max_uint256() ||
                   (src != dst && sum(ink(dst), dink) < 0) ||</pre>
19
                   (src != dst && sum(ink(dst), dink) > max_uint256()) ||
20
                   (src != dst && sum(art(dst), dart) < 0) ||
21
                   (src != dst && sum(art(dst), dart) > max_uint256()) ||
22
23
                  mul(art(src), rate()) > max_uint256() ||
                  mul(art(dst), rate()) > max_uint256() ||
24
                  c.wish(src, caller()) != 1 ||
25
                  c.wish(dst, caller()) != 1 ||
26
27
                  mul(ink(src), spot()) > max_uint256() ||
                  mul(art(src), rate()) > mul(ink(src), spot()) ||
28
                  mul(ink(dst), spot()) > max_uint256() ||
29
30
                  mul(art(src), rate()) > dust() && art(src) != 0 ||
                  mul(art(dst), rate()) > dust() && art(dst) != 0)
31
```

Verification Methodology Veridise engineers verified this property using methodology similar to that described for property V-MCD-PROP-025. The two techniques used here specifically include modeling arithmetic and individually proving revert conditions are sufficient to force fork to revert.

4.1.28 V-MCD-PROP-028: grab correctl	y updates various parts of state
--------------------------------------	----------------------------------

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	grab		

Description This is a correctness property specifies that the grab function modifies various parts of the contract state, while keeping others constant:

- 1. The ink and art values of urns(i, u) increase, while urns for unspecified addresses remains constant.
- 2. The Art value of ilks(i) increases, while all other values of ilks(i) remain constant.
- 3. gem(i, v) decreases, but remains constant for other addresses.
- 4. sin(w) decreases, but remains constant for other addresses.
- 5. vice decreases

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, felt otherIlk, address otherU, address otherV, address otherW
   spec: finished(c.grab(i, u, v, w, dink, dart)
2
         (otherIlk != ilk || otherU != u) &&
3
4
         (otherIlk != ilk || otherV != v) &&
         otherW != W
5
6
         |=>
         mathint(urns(i, u).ink) = old(mathint(urns(i, u).ink)) + mathint(dink)
7
         && mathint(urns(i, u).art) = old(mathint(urns(i, u).art)) + mathint(dart)
8
         && mathint(ilks(i).Art) = old(mathint(ilks(i).Art)) + mathint(dart)
9
         && mathint(gem(i, v)) = old(mathint(gem(i, v))) - mathint(dink)
10
         && mathint(sin(w))
11
            = old(mathint(sin(w))) - old(mathint(ilks(i).rate)) * mathint(dart)
12
         && mathint(vice())
13
            = old(mathint(vice())) - old(mathint(ilks(i).rate)) * mathint(dart)
14
         && urns(otherIlk, otherU) = old(urns(otherIlk, otherU))
15
         && ilks(i).rate = old(ilks(i).rate)
16
         && ilks(i).spot = old(ilks(i).spot)
17
18
         && ilks(i).line = old(ilks(i).line)
         && ilks(i).dust = old(ilks(i).dust)
19
         && gem(otherIlk, otherV) = old(gem(otherIlk, otherV))
20
         && sin(otherW) = old(sin(otherW)))
21
```

Verification Methodology Like frob and fork, grab contains arithmetic involving multiplication in a finite field. In order to enable verification through Medjai, Veridise engineers again used a model for uint256 multiplication and separately verified the correctness of this model. By doing so, Medjai was able to fully verify this property.

4.1.29 V-MCD-PROP-029: grab reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	grab		

Description There are ten conditions under which grab reverts:

- 1. ward is not 1
- 2. The resulting ink value of urns(i, u) would overflow
- 3. The resulting art value of urns(i, u) would overflow
- 4. The resulting Art of ilks(i) value would overflow
- 5. The rate value of ilks(i) is above the max uint256 value
- 6. rate * dart over- or underflows
- 7. The updated gem value overflows
- 8. The updated sin value overflows
- 9. The updated vice value overflows
- 10. The dink or dart parameter represents an invalid uint256

This property specifies that the grab function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
vars: contract c
1
   spec: let diff(l, r) := mathint(uint256(l)) - mathint(int256(r));
2
         let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
3
         let mul(l, r) := mathint(uint256(l)) * mathint(int256(r));
4
         let max_Uint256() :=
5
       115792089237316195423570985008687907853269984665640564039457584007913129639935;
         let max_Int256() :=
6
       57896044618658097711785492504343953926634992332820282019728792003956564819967;
         let min_Int256() :=
7
       -57896044618658097711785492504343953926634992332820282019728792003956564819968;
         let ink(usr) := urns(i, usr).ink;
8
9
         let art(usr) := urns(i, usr).art;
         let Art() := ilks(i).Art;
10
         let rate() := ilks(i).rate;
11
         let spot() := ilks(i).spot;
12
         let dust() := ilks(i).dust;
13
         let caller() := c.get_caller_address();
14
         reverted(c.grab(i, u, v, w, dink, dart),
15
16
                   !valid_uint256(dink) ||
                   !valid_uint256(dart) ||
17
                   wards(caller()) != 1 ||
18
                   sum(ink(i), dink) < 0 ||</pre>
19
                   sum(ink(i), dink) > max_Uint256() ||
20
21
                   sum(art(i), dart) < 0 ||</pre>
                   sum(art(i), dart) > max_Uint256() ||
22
                   sum(Art(), dart) < 0 ||</pre>
23
                   sum(Art(), dart) > max_Uint256() ||
24
25
                   mathint(rate()) > max_Int256() ||
                   mul(rate(), dart) > max_Int256() ||
26
                   mul(rate(), dart) < min_Int256() ||</pre>
27
28
                   diff(gem(i, v), dink) < 0 ||
                   diff(gem(i, v), dink) > max_Uint256 ||
29
                   diff(sin(w), mul(rate(), dart)) > max_Uint256() ||
30
                   diff(sin(w), mul(rate(), dart)) < 0 ||</pre>
31
                   diff(vice(), mul(rate(), dart)) > max_Uint256() ||
32
                   diff(vice(), mul(rate(), dart)) < 0)</pre>
33
```

Verification Methodology Veridise engineers verified this property using methodology similar to that described for property V-MCD-PROP-025. The two techniques used here specifically include modeling arithmetic and individually proving revert conditions are sufficient to force grab to revert.

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	heal		

4.1.30 V-MCD-PROP-030: heal correctly updates various parts of state

Description This is a correctness property specifies that the heal function modifies various parts of the contract state, while keeping others constant:

- 1. The dai of the message sender decreases
- 2. The sin of the message sender decreases
- 3. vice decreases
- 4. debt decreases
- 5. dai for other addresses remains constant
- 6. sin for other addresses remains constant

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, address otherUsr
  spec: let addr() = get_caller_address();
2
        finished(c.heal(rad),
3
4
                      otherUsr != addr()
                  l=> mathint(dai(addr())) = old(mathint(dai(addr()))) - mathint(rad)
5
                      && mathint(sin(addr())) = old(mathint(sin(addr()))) - mathint(rad)
6
                      && mathint(vice()) = old(mathint(vice())) - mathint(rad)
7
                      && mathint(debt()) = old(mathint(debt())) - mathint(rad)
8
                      && dai(otherUsr) = old(dai(otherUsr))
9
                      && sin(otherUsr) = old(sin(otherUsr)))
10
```

4.1.31 V-MCD-PROP-031: heal reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	heal		

Description There are five conditions under which heal reverts:

- 1. The original value of dai for the message sender is less than the input rad
- 2. The original value of sin for the message sender is less than the input rad
- 3. The original value of vice is less than the input rad
- 4. The original value of debt is less than the input rad
- 5. The rad parameter represents an invalid uint256

This property specifies that the heal function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
2 spec: let caller() := c.get_caller_address();
3 reverted(c.heal(rad),
4 !valid_uint256(rad) ||
5 dai(caller()) < rad ||
6 sin(caller()) < rad ||
7 vice() < rad ||
8 debt() < rad)</pre>
```

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	suck		

4.1.32 V-MCD-PROP-032: suck correctly updates various parts of state

Description This is a correctness property specifies that the suck function modifies various parts of the contract state, while keeping others constant:

- 1. The dai(v) increases
- 2. The sin(u) increases
- 3. vice increases
- 4. debt increases
- 5. dai for other addresses remains constant
- 6. sin for other addresses remains constant

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c, address otherUsr
  spec: let addr() = get_caller_address();
2
        finished(c.suck(rad),
3
4
                      otherUsr != addr()
                  |=> mathint(dai(addr())) = old(mathint(dai(addr()))) + mathint(rad)
5
                      && mathint(sin(addr())) = old(mathint(sin(addr()))) + mathint(rad)
6
                      && mathint(vice()) = old(mathint(vice())) + mathint(rad)
7
                      && mathint(debt()) = old(mathint(debt())) + mathint(rad)
8
                      && dai(otherUsr) = old(dai(otherUsr))
9
                      && sin(otherUsr) = old(sin(otherUsr)))
10
```

4.1.33 V-MCD-PROP-033: suck reverts iff conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	suck		

Description There are six conditions under which suck reverts:

- $1. \ \text{ward is not} \ 1 \\$
- 2. The new value of sin(u) overflows
- 3. The new value of dai(v) overflows
- 4. The new value of vice overflows
- 5. The new value of debt overflows
- 6. The rad parameter represents an invalid uint256

This property specifies that the suck function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
   spec: let max_uint256() :=
2
      115792089237316195423570985008687907853269984665640564039457584007913129639935;
         let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
3
         let caller() := c.get_caller_address();
4
5
         reverted(c.suck(rad),
                  !valid_uint256(rad) ||
6
                  wards(caller()) != 1 ||
7
                  sum(dai(caller()), rad) > max_uint256() ||
8
                  sum(sin(caller()), rad) > max_uint256() ||
9
                  sum(vice(), rad) > max_uint256() ||
10
                  sum(debt(), rad) > max_uint256())
11
```

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	fold		

4.1.34 V-MCD-PROP-034: fold correctly updates various parts of state

Description This is a correctness property specifies that the fold function modifies various parts of the contract state, while keeping others constant:

- 1. ilks(i).rate increases
- 2. dai(u) increases
- 3. debt increases
- 4. Other parameters of ilks(i) remain constant

Formal Specification The following shows the formal specification for the property:

```
vars: contract c, address otherUsr
1
   spec: finished(c.fold(i, u, rate),
2
         otherUsr != u
3
4
         |=>
         mathint(ilks(i).rate) = old(mathint(ilks(i).rate)) + mathint(rate)
5
         && mathint(dai(u))
6
            = old(mathint(dai(u))) + old(mathint(ilks(i).Art)) * mathint(rate)
7
8
         && mathint(debt())
            = old(mathint(debt())) + old(mathint(ilks(i).Art)) * mathint(rate)
9
         && ilks(i).Art = old(ilks(i).Art)
10
         && ilks(i).spot = old(ilks(i).spot)
11
         && ilks(i).line = old(ilks(i).line)
12
         && ilks(i).dust = old(ilks(i).dust)
13
         && dai(otherUsr) = old(dai(otherUsr))
14
```

Verification Methodology This property was verified by Medjai fully automatically.

Uncovered vulnerability During the process of verifying this property, Medjai originally uncovered a bug whose root cause was due to a mismatch of assumptions when using the safe_math library functions. After fixing the bug, the property was verified by Medjai.

4.1.35 V-MCD-PROP-035: fold reverts *iff* conditions are met

Commit	9914ac5	Status	Verified
Files	vat.cairo		
Functions	fold		

Description There are eight conditions under which fold reverts:

- 1. ward is not 1
- 2. live is not 1
- 3. The new value of rate overflows
- 4. The original value of ilks(i).Art overflows
- 5. The new value of ilks(i).Art overflows
- 6. The original value of dai(u) overflows
- 7. The original value of debt overflows
- 8. The rate parameter represents an invalid uint256

This property specifies that the fold function should revert *if and only if* at least one of these conditions is met.

Formal Specification The following shows the formal specification for the property:

```
1 vars: contract c
  spec: let max_Uint256() :=
2
       115792089237316195423570985008687907853269984665640564039457584007913129639935;
         let max_Int256() :=
3
       57896044618658097711785492504343953926634992332820282019728792003956564819967;
         let min_Int256() :=
4
       -57896044618658097711785492504343953926634992332820282019728792003956564819968;
         let sum(l, r) := mathint(uint256(l)) + mathint(int256(r));
5
         let mul(l, r) := mathint(uint256(l)) * mathint(int256(r));
6
         let caller() := c.get_caller_address();
7
         reverted(c.fold(i, u, rate),
8
                   !valid_uint256(rate) ||
q
                  wards(caller()) != 1 ||
10
                  live() != 1 ||
11
                  sum(ilks(i).rate, rate) > max_Uint256() ||
12
                  sum(ilks(i).rate, rate) < 0 ||</pre>
13
                  ilks(i).Art > max_Int256() ||
14
                  mul(ilks(i).Art, rate) > max_Int256() ||
15
                  mul(ilks(i).Art, rate) < min_Int256() ||</pre>
16
                  sum(dai(u), mul(ilks(i).Art, rate)) > max_Uint256() ||
17
                  sum(dai(u), mul(ilks(i).Art, rate)) < 0 ||</pre>
18
                   sum(debt(), mul(ilks(i).Art, rate)) > max_Uint256() ||
19
                   sum(debt(), mul(ilks(i).Art, rate)) < 0)</pre>
20
```