

FOUNDATIONS OF MODERN CRYPTOGRAPHY

EDWARD A. HIRSCH

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NEAPOLIS UNIVERSITY PAFOS
LECTURE 10: DECEMBER 19, 2024

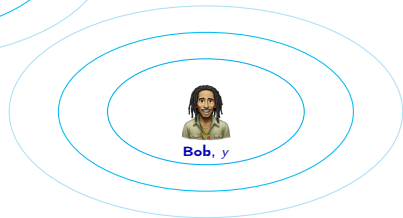
▶ Blockchains.

If the screen seems frozen and I do not respond,
please call me in Telegram.

Task: Blockchain



$$f_1(x, y, z, \dots)$$



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Alice, x



Bob, y



Anon3, v



Anon1, z

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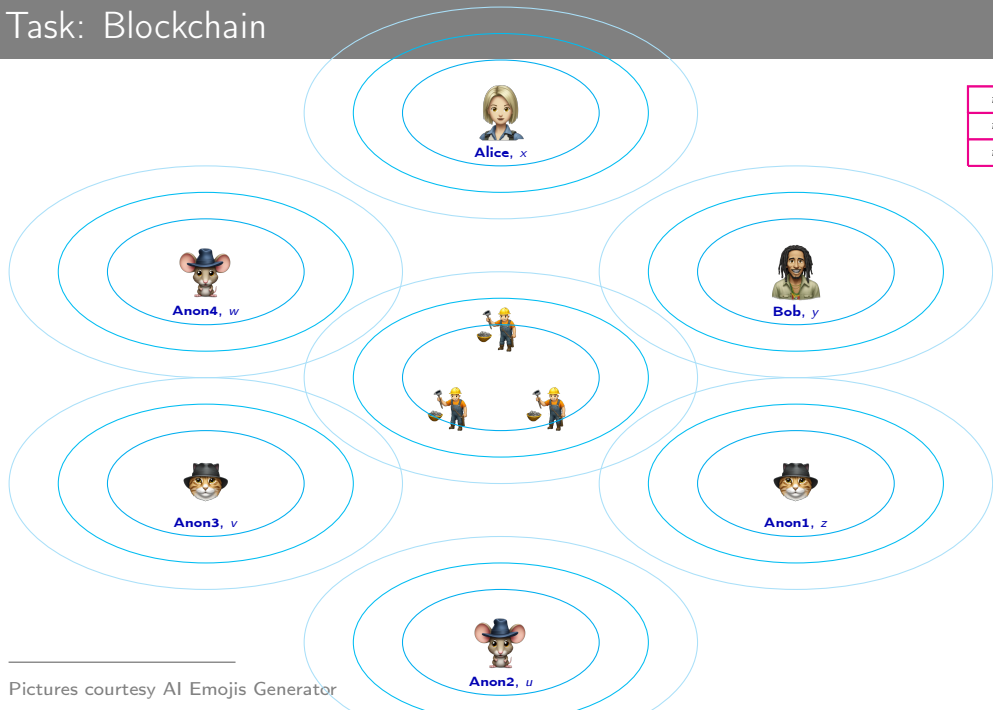


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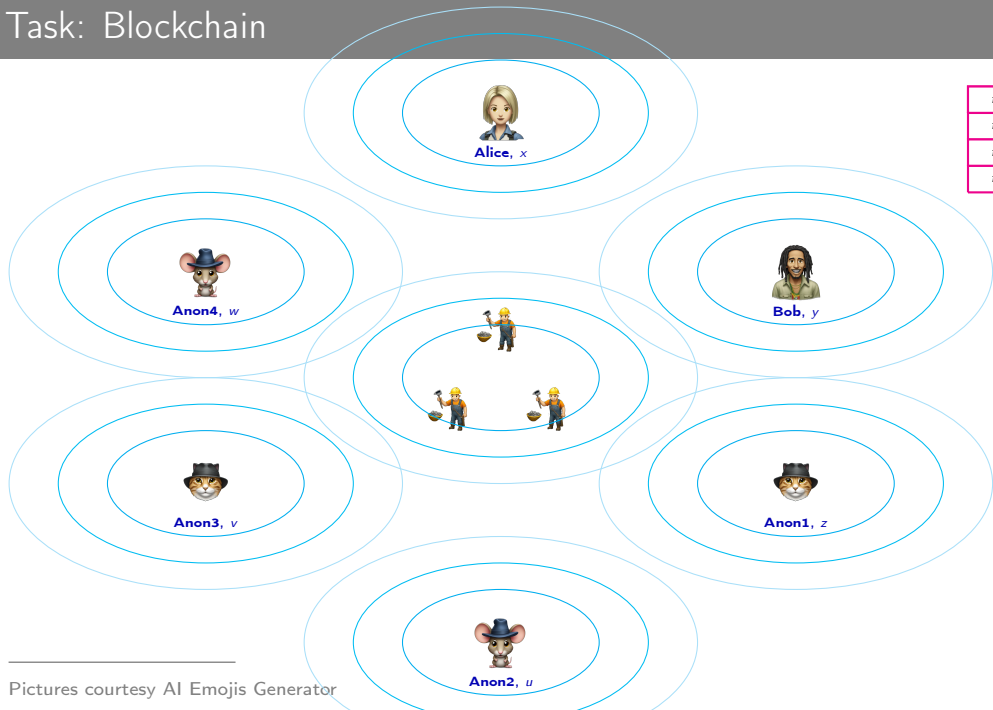


Anon2, u

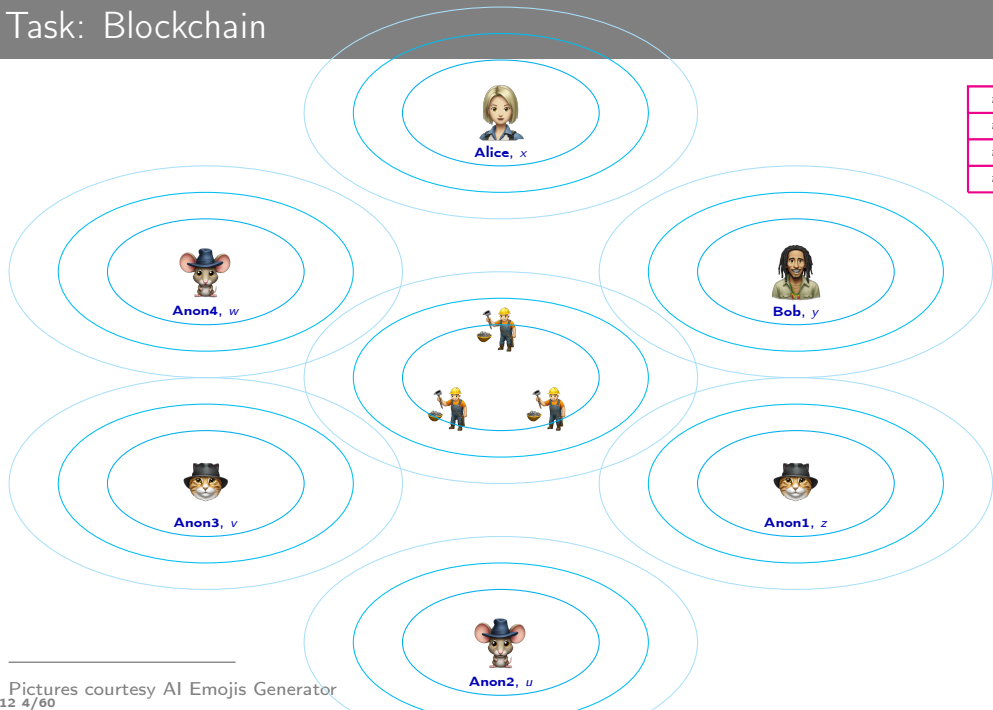
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What is a blockchain?

This is a global database and a global computer on top of it

LAYERS

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- ▶ Nothing comes “out of the blue”, there is a reason for every record,
- ▶ There are additional checks of validity (who sent a command, was it a permitted sender, etc).

Byzantine agreement

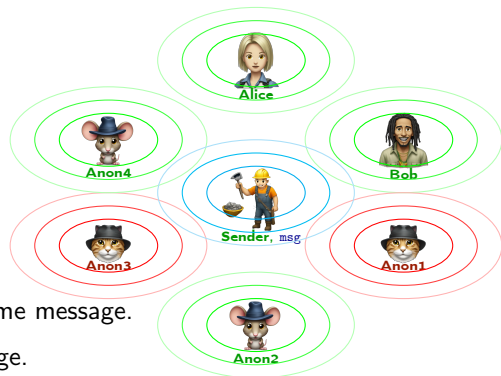
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- ▶ Fixed set of participants, at most f of them are “Byzantine”.
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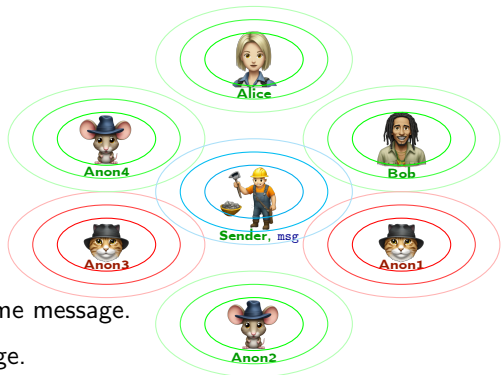
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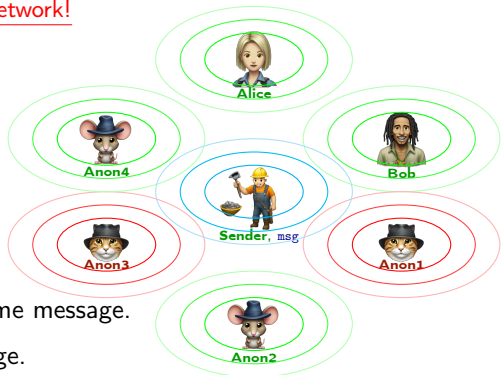
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 - ▶ Broadcasting is implemented as a peer-to-peer network!



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Exercise: check that the more honest parties, the fewer rounds required.

Byzantine agreement (based on broadcast)

... and a more realistic setting

REDUCTION OF AGREEMENT TO BROADCAST Each of N participants takes the lead in their turn.

Epoch ("Superround") ℓ : $(\ell \bmod N)$ -th player is Sender.

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REDUCTION OF AGREEMENT TO BROADCAST Each of N participants takes the lead in their turn.

Epoch ("Superround") ℓ : $(\ell \bmod N)$ -th player is Sender.

Sender broadcasts all transactions he is aware of.

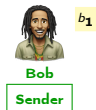
Other players add them to their history.

- ▶ Dishonest senders do not affect data integrity (consistency).
- ▶ Dishonest senders do not affect data sent between the honest players.

TENDERMINT PROTOCOL: (Partially) asynchronous setting with $\leq f$ dishonest players

- ▶ Timing becomes important: some messages arrive later.
- ▶ Sender extends the latest confirmed epoch (number ℓ) data by transactions received before Δ .
- ▶ After deadline Δ , other players vote for the received block if ℓ is also their latest.
- ▶ $n - f$ votes (received before 2Δ) are required for the (local) decision.
- ▶ Now consistent? No, as some honest players may miss the voting results (quorum).
- ▶ Those received the (positive) results, "lock" the block and vote again, $n - 2f$ votes required before 3Δ .
- ▶ "Lock" means unapproval of any data inconsistent with the locked block, so we are waiting for its approval or extension. At most f honest players can be locked on an incompatible block.
- ▶ If a quorum for a later epoch eventually arrives, the player becomes unlocked.
We assume that every message is delivered within "stabilization time" Σ .

Tendermint simulation



Tendermint simulation



b_1

Alice

Once it is confirmed by $n - 2f$, no incompatible block will ever get a quorum



b_1

Anon4



b_1

Bob

Sender



Anon3



Anon1



b_1

Anon2

Tendermint simulation



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Tendermint simulation



Alice
Sender

b_1
 b'_2
 b_3

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Anon4

b_1
 b_2
 b_3



Bob

Sender

b_1
 b''_2
 b_3



Anon3



Anon1

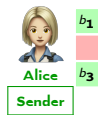
Sender



Anon2

b_1
 b'''_2
 b_3

Tendermint simulation




Once it is confirmed by $n - 2f$, no incompatible block will ever get a quorum



Only f can stay locked



Tendermint simulation




b_1
b_3
b_4

Alice

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b_1
b_3
b_4

Anon4

Sender



b_1
b'_2
b_3
b_4

Bob

Sender

Only f can stay locked




Anon3



Anon1

Sender



b_1
b_3
b_4

Anon2

Tendermint simulation




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b_1
b_3
b_4

Anon4

Sender



b_1
b_3
b_4

Bob

Sender

Only f can stay locked

Eventually quorum is received

One more voting allows for very late communication as long as enough honest parties are communicating




Anon3



Anon1

Sender



b_1
b_3
b_4

Anon2

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GOING GREEN: **Proof of Stake**

- ▶ Voting power is proportional to the money in possession.
- ▶ Then one can use protocol for authenticated users.

Layer 2: How can we optimize a blockchain?

... and a reminder of what is going on there

- ▶ We don't just put the transactions on the blockchain, we verify them:

EXAMPLE: Alice wants to pay Bob 5 eth

- ▶ Is this transaction correctly signed by Alice?
- ▶ Does Alice has that much money?
- ▶ In general, is the code executed correctly?

(oversimplified!)

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if money[Alice] >= 5
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- ▶ The community now spends much less time on verification.

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Coming next:

- ▶ *(right now) Homework.*
- ▶ *(maybe) Exercises and Repeat.*
- ▶ *(maybe) Anything left about the blockchains?*
- ▶ *(maybe) The real grounds of the security in modern cryptography.*
- ▶ *(maybe) A complete (universal) public-key cryptosystem.*

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Specifies the type of key to create. The possible values are “dsa”, “ecdsa”, “ecdsa-sk”, “ed25519”, “ed25519-sk”, or “rsa”.

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- ▶ On what specific assumption(s) the security is based.
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Telegram group: *Кто первый встал, того и тапки.*

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