

1. Define blockchain in your own words (100–150 words).

A blockchain is like a digital notebook that records transactions in a secure and transparent way, also it is distributed immutable ledger which is completely transparent, Imagine a chain made of blocks, where each block contains information like transactions or data. Once a block is added to the chain, it cannot be changed, making it super reliable.

Each block is connected to the previous one using a unique code (hash), creating a strong link. Since everyone in the network has a copy of this chain, it's nearly impossible to cheat or alter past records.

It's used in cryptocurrencies like Bitcoin, Ethereum but also in supply chains, digital contracts, and more! Think of it as a trustworthy digital ledger that no single person controls.

2. List 2 real-life use cases (e.g., supply chain, digital identity).

Healthcare Records Management



Use Case: Storing and sharing patient medical records securely.

Example:

Companies like Medicalchain and Patientory use blockchain to give patients secure, decentralized control over their health records.

Benefits:

- Ensures data integrity and privacy
- Enables faster sharing between hospitals/doctors
- Prevents tampering or loss of records

Voting Systems (E-Voting)



Use Case: Secure, transparent, and tamper-proof digital voting.

Example:

Sierra Leone conducted a blockchain-backed election pilot in 2018, making it one of the first countries to explore this.

Benefits:

- Increases trust in election results
- Prevents fraud and manipulation
- Allows remote and secure participation

Draw a block showing: data, previous hash, timestamp, nonce, and Merkle root.

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+-----+
|          BLOCK          |
+-----+
| Data:      [Transaction data]  |
|          |
| Previous Hash:  [Hash of previous block] |
|          |
| Timestamp:     [Time of block creation] |
|          |
| Nonce:         [Proof of Work number]   |
|          |
| Merkle Root:   [Root hash of all txns]  |
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Briefly explain with an example how the Merkle root helps verify data integrity.

What is a Merkle Root?

The Merkle root is a single hash value that represents all the transactions (or data) in a block. It is created by repeatedly hashing pairs of transaction hashes until only one hash remains — the Merkle root.

How it helps verify data integrity?

If any single transaction changes, even slightly, its hash changes. This change propagates up the tree, changing the Merkle root. By comparing the stored Merkle root with a newly computed one, you can quickly check if any data has been tampered with.

Example:

Suppose a block contains 4 transactions: Tx1, Tx2, Tx3, Tx4.

- Compute the hash of each transaction: $H1 = \text{hash}(\text{Tx1})$, $H2 = \text{hash}(\text{Tx2})$, $H3 = \text{hash}(\text{Tx3})$, $H4 = \text{hash}(\text{Tx4})$
- Pair and hash them: $H12 = \text{hash}(H1 + H2)$, $H34 = \text{hash}(H3 + H4)$
- Hash the pairs' hashes to get the Merkle root: $\text{Root} = \text{hash}(H12 + H34)$

If Tx3 changes even slightly, H3 changes → H34 changes → Root changes.

When a node receives the block, it calculates the Merkle root from the transactions and compares it with the stored Merkle root. If they match, the data is intact; if not, data was altered.

What is Proof of Work and why does it require energy?

Proof of Work (PoW) is a consensus mechanism used in blockchain networks to validate transactions and add new blocks to the chain. It requires miners to solve complex mathematical puzzles that are difficult to compute but easy to verify, ensuring that adding a block is computationally expensive and time-consuming. This process helps secure the network by making it costly for malicious actors to alter transaction history. PoW requires significant energy because miners use powerful computers running continuously to perform these calculations, consuming large amounts of electricity. The energy-intensive nature of PoW is a trade-off for achieving decentralized security and trust without a central authority.

What is Proof of Stake and how does it differ?

Proof of Stake (PoS) is a consensus mechanism where validators are chosen to create new blocks based on the amount of cryptocurrency they "stake" or lock up as collateral. Instead of solving complex puzzles like in Proof of Work, validators are selected mostly based on their stake size and sometimes other factors like randomness or coin age. This approach is much more energy-efficient because it doesn't require massive computational power or continuous calculations. PoS differs from PoW mainly in its energy consumption and security model—PoS relies on economic incentives and penalties to secure the network, while PoW relies on computational work and energy expenditure. Overall, PoS aims to maintain blockchain security with less environmental impact and often faster transaction processing.

What is Delegated Proof of Stake and how are validators selected?

Delegated Proof of Stake (DPoS) is a consensus mechanism where token holders vote to elect a small group of trusted delegates (also called validators or witnesses) who are responsible for validating transactions and creating new blocks. Instead of every participant trying to validate blocks, only the elected delegates do this, which increases the efficiency and speed of the network. Validators are selected based on the number of votes they receive from token holders, reflecting the community's trust and support. This system combines decentralization with faster consensus by limiting the number of active validators while allowing the wider community to influence who gets to validate. DPoS aims to improve scalability and reduce energy use compared to Proof of Work.

