Ethereum SLIP-39 Account Generation

Perry Kundert

2021-12-20 10:55:0

Creating Ethereum accounts is complex and fraught with potential for loss of funds.

Creating a BIP-39 seed recover phrase helps, but a **single** lapse in security dooms the account. If someone finds your recover phrase, the account is gone.

The SLIP-39 standard allows you to split the seed between 1 or more groups of multiple recovery phrases. This is better, but creating such accounts is difficult; presently, only the Trezor supports these, and they can only be created "manually". Writing down 5 or more sets of 20 words is difficult and time consuming.

The python-slip39 project exists to assist in the safe creation and documentation of Ethereum HD Wallet accounts, with various SLIP-39 sharing parameters. It generates the new wallet seed, generates standard Ethereum account(s) (at derivation path `m/66'/40'/0'/0/0` by default) with Ethereum wallet address and QR code, produces the required SLIP-39 phrases, and outputs a single PDF containing all the required printable cards to document the account.

On an secure (ideally air-gapped) computer, new accounts can safely be generated and the PDF saved to a USB drive for printing (or directly printed without the file being saved to disk.)

Contents

1 Security with Availability

A 128-bit random "seed" is the source of an unlimited sequence of Ethereum HD Wallet accounts. Anyone who can obtain this seed gains control of all Ethereum accounts derived from it, so it must be securely stored.

Losing this seed means that all of the HD Wallet accounts are permanently lost. Therefore, it must be backed up reliably, and be readily accessible.

Therefore, we must:

- Ensure that nobody untrustworthy can recover the seed, but
- Store the seed in many places with several (some perhaps untrustworthy) people.

How can we address these conflicting requirements?

1.1 Shamir's Secret Sharing System (SSSS)

Satoshi Lab's (Trezor) SLIP-39 uses SSSS to distribute the ability to recover the key to 1 or more "groups".

First, the key material is split between 1 or more groups, and a "group_threshold" of how many groups must bet successfully collected to recover the key.

For example, you might have First, Second, Fam and Frens groups, and decide that any 2 groups can be combined to recover the key. Each group has members with varying levels of trust, so have different number of Members, and differing numbers Required to recover that group's data:

Group	Required	Members	Description
First	1	1	Stored at home
Second	1	1	Stored in office safe
Fam	2	4	Distributed to family members
Frens	3	6	Distributed to close friends

The account owner might store their First and Second group data in their home and office safes. These are 1/1 groups (1 required, and only 1 member, so each of these are3 1-card groups.)

If the account needs to be recovered, collecting the First and Second cards from the home and office safe is sufficient to recover the seed, and re-generate the HD Wallet accounts.

Only 2 Fam member's cards must be collected to recover the Fam group's data. So, if the HD Wallet owner loses their home and First group card in a fire, they could get the Second group card from the office safe, and 2 cards from Fam group members, and recover the wallet.

If catastrophe strikes and the owner dies, and the heirs don't have access to either the First (at home) or Second (at the office), they can collect 2 Fam cards and 3 Frens cards (eg. at the funeral?), completing the Fam and Frens groups' data, and recover the HD Wallet account.

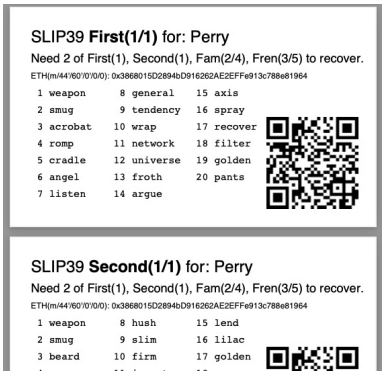

Figure 1: SLIP-39 PDF

2 SLIP-39 Account Generation

Generating a new SLIP-39 encoded Ethereum wallet is easy, with results available as PDF or text. The default groups are as described above. Run the following to obtain a PDF file similar to this example, insert a USB drive to collect the output, and run:

```
$ cd /Volumes/USBDRIVE/
$ python3 -m pip install slip39
$ python3 -m slip39 Perry # or just "slip39 Perry"
...Output SLIP-39-encoded wallet for 'Perry' to:\
  Perry-2021-12-22+15.45.36-0x3868015D2894bD916262AE2EFFe913c788e81964.pdf
```

Figure 2: SLIP-39 text

The resultant PDF will be output into the designated file.

This PDF file can be printed on 3x5 cards, or on regular paper or card stock and the cards can be cut out.

To get the data printed on the terminal as in this example (so you could write it down on cards instead), add a `-v`.

3 Dependencies

Internally, python-slip39 project uses Trezor's python-shamir-mnemonic to encode the seed data, and the Ethereum project's eth-account to convert seeds to Ethereum accounts.

3.1 The `python-shamir-mnemonic` API

To use it directly, obtain , and install it, or run `python3 -m pip install shamir-mnemonic`.

```
$ shamir create custom --group-threshold 2 --group 1 1 --group 1 1 --group 2 5 --group 3 6
Using master secret: 87e39270d1d1976e9ade9cc15a084c62
Group 1 of 4 - 1 of 1 shares required:
merit aluminum acrobat romp capacity leader gray dining thank rhyme escape genre havoc furl breathe class pitch location render
Group 2 of 4 - 1 of 1 shares required:
merit aluminum beard romp briefing email member flavor disaster exercise cinema subject perfect facility genius bike include say
Group 3 of 4 - 2 of 5 shares required:
merit aluminum ceramic roster already cinema knit cultural agency intimate result ivory makeup lobe jerky theory garlic ending s
merit aluminum ceramic scared beam findings expand broken smear cleanup enlarge coding says destroy agency emperor hairy device
merit aluminum ceramic shadow cover smith idle vintage mixture source dish squeeze stay wireless likely privacy impulse toxic mo
merit aluminum ceramic sister duke relate elite ruler focus leader skin machine mild envelope wrote amazing justice morning voca
merit aluminum ceramic smug buyer taxi amazing marathon treat clinic rainbow destroy unusual keyboard thumb story literary weapo
Group 4 of 4 - 3 of 6 shares required:
merit aluminum decision round bishop wrote belong anatomy spew hour index fishing lecture disease cage thank fantasy extra ofter
merit aluminum decision scatter carpet spine ruin location forward priest cage security careful emerald screw adult jerky flame
merit aluminum decision shaft arcade infant argue elevator imply obesity oral venture afraid slice raisin born nervous universe
merit aluminum decision skin already fused tactics skunk work floral very gesture organize puny hunting voice python trial lawsu
merit aluminum decision snake cage premium aide wealthy viral chemical pharmacy smoking inform work cubic ancestor clay genius f
merit aluminum decision spider boundary lunar staff inside junior tendency sharp editor trouble legal visual tricycle auction gr
```

3.2 The `eth-account` API

To creete Ethereum accounts from seed data, two steps are required.

First, derive a Private Key from the seed data plus a derivation path:

```
>>> seed=codecs.decode("dd0e2f02b1f6c92a1a265561bc164135", 'hex_codec')
>>> key=eth_account.hdaccount.key_from_seed(seed, "m/44'/60'/0'/0/0")
>>> keyhex=codecs.encode(key, 'hex_codec')
>>> keyhex
b'178870009416174c9697777b1d94229504e83f25b1605e7bb132aa5b88da64b6'
```

Then, use the private key to obtain the Ethereum account data:

```
>>> keyhex.decode('ascii')
'178870009416174c9697777b1d94229504e83f25b1605e7bb132aa5b88da64b6'
>>> keyhex = '0x'+keyhex.decode('ascii')
>>> keyhex
'0x178870009416174c9697777b1d94229504e83f25b1605e7bb132aa5b88da64b6'
>>> account = eth_account.Account.from_key(keyhex)
>>> account
<eth_account.signers.local.LocalAccount object at 0x7fba368ae670>
>>> account.address
'0x336cBeAB83aCCdb2541e43D514B62DC6C53675f4'
```

4 Conversion from BIP-39 to SLIP-39

If we already have a BIP-39 wallet, it would certainly be nice to be able to create nice, safe SLIP-39 mnemonics for it, and discard the unsafe BIP-39 mnemonics we have lying around, just waiting to be accidentally discovered and the account compromised!

4.1 BIP-39 vs. SLIP-39 Incompatibility

Unforunately, it is **not possible** to convert a BIP-39 derived wallet into a SLIP-39 wallet. Both of these techniques preserve "entropy" (random) bits, but these bits are used **differently** – and incompatibly – to derive the resultant Ethereum wallets.

4.1.1 BIP-39 Entropy to Mnemonic

BIP-39 uses a single set of 12, 15, 18, 21 or 24 BIP-39 words to carefully preserve a specific 128 to 256 bits of initial entropy.

Input	Output	Description
0xA745..67	"adult" "cattle" ... "remind"	128 bits of entropy –> 12 words
"adult cattle ... remind"	0x9CE8...44	Normalized string Extended

```
import eth_account
from eth_account.hdaccount.mnemonic import Mnemonic
# bip39 = eth_account.hdaccount.generate_mnemonic( 12, "english" )
bip39_english = Mnemonic("english")
entropy = b'\xFF' * 16
entropy_mnemonic = bip39_english.to_mnemonic( entropy )
[[entropy_mnemonic]]
```

0
zoo zoo zoo zoo zoo zoo zoo zoo zoo zoo zoo wrong

Each word is one of a corpus of 2048 words; therefore, each word encodes 11 bits (2048 `= 2**11`) `of entropy. So, we provided 128 bits, but 12*11 =` 132. So where does the extra 4 bits of data come from?

It comes from the first few bits of a SHA256 hash of the entropy, which is added to the end of the supplied 128 bits, to reach the required 132 bits: 132 / 11 == 12 words.

This last 4 bits (up to 8 bits, for a 256-bit 24-word BIP-39) is checked, when validating the BIP-39 mnemonic. Therefore, making up a random BIP-39 mnemonic will succeed only 1 / 16 times on average, due to an incorrect checksum 4-bit (16 == 2**4) . Lets check:

```
import random
def random_words( n, count=100 ):
    for _ in range( count ):
        yield ' '.join( random.choice( bip39_english.wordlist ) for _ in range( n ))

successes = sum(
    bip39_english.is_mnemonic_valid( m )
    for i,m in enumerate( random_words( 12, 10000 ))) / 100
[[ f"Valid random 12-word mnemonics:" ]] + [
 [ f"{successes}%" ]] + [
 [ f"~ 1/{100/successes:.3}" ]]
```

0
Valid random 12-word mnemonics:
6.45%
~ 1/15.5

Sure enough, about 1/16 random 12-word phrases are valid BIP-39 mnemonics. OK, we've got the contents of the BIP-39 phrase dialed in. How is it used to generate accounts?

4.1.2 BIP-39 Mnemonic to Seed

Unfortunately, we do **not** use the carefully preserved 128-bit entropy to generate the wallet! Nope, it is stretched to a 512-bit seed using PBKDF2 HMAC SAH512. The normalized **text** of the 12-word mnemonic is then used (with a salt of "mnemonic" plus an optional passphrase, "" by default), to obtain the seed:

```
import codecs
seed = bip39_english.to_seed( entropy_mnemonic )
seedhex = codecs.encode( seed, 'hex_codec' ).decode( 'ascii' )
[
    [ f"{len(seed)*8}-bit seed:" ]
] + [
    [ f"{seedhex[b*32:b*32+32]}" ]
 for b in range( len( seedhex ) // 32 )
]
```

0
512-bit seed:
b6a6d8921942dd9806607ebc2750416b
289adea669198769f2e15ed926c3aa92
bf88ece232317b4ea463e84b0fcd3b53
577812ee449ccc448eb45e6f544e25b6

Then, this 512-bit seed is used to derive HD wallets. The HD Wallet key derivation process consumes whatever seed entropy is provided (512 bits in this case), and uses HMAC SAH512 with a prefix of b"Bitcoin seed" to stretch the supplied seed entropy to 64 bytes (512 bits). Then, the HD Wallet path segments are iterated through, permuting the first 32 bytes of this material as the key with the second 32 bytes of material as the chain node, until finally the 32-byte (256-bit) Ethereum account private key is produced. We then use this private key to compute the rest of the Ethereum account details, such as its public address.

```
path = "m/66'/40'/0'/0/0"
key = eth_account.hdaccount.key_from_seed( seed, path )
keyhex = '0x' + codecs.encode( key, 'hex_codec' ).decode( 'ascii' )
eth = eth_account.Account.from_key( keyhex )
[
    [ f"{len(key)*8}-bit derived key at path {path!r}:" ]
] + [
    [ f"{keyhex}" ]
] + [
    [ "... yields ..." ]
] + [
    [ f"Ethereum address: {eth.address}" ]
]
```

0
256-bit derived key at path "m/66'/40'/0'/0/0":
0x9d291e4a972d86ee5a8381a7fc4cd99913a0ec3fd141995e33812c32da40c2fb
... yields ...
Ethereum address: 0xeFCf257B01833cF14229Ed9be0a49b3E026409e9

4.1.3 SLIP-39 Entropy to Mnemonic

```
# We can turn off/on randomness during SLIP-39 generation to get deterministic phrases:
#import shamir_mnemonic
#shamir_mnemonic.shamir.RANDOM_BYTES = lambda n: b'\00' * n
```

```
#import secrets
#shamir_mnemonic.shamir.RANDOM_BYTES = secrets.token_bytes
import slip39
name,threshold,entropy_slip39,accts = slip39.create(
    "Test", 2, { "Mine": (1,1), "Fam": (2,3) }, entropy, paths=[path] )
[
    [
        f"{g_name}({g_of}/{len(g_mnems)}) #{g_n+1}:" if l_n == 0 else ""
    ] + words
    for g_name,(g_of,g_mnems) in entropy_slip39.items()
    for g_n,mnem in enumerate( g_mnems )
    for l_n,(line,words) in enumerate(slip39.organize_mnemonic(
            mnem, rows=7, cols=3, label=f"{g_name}({g_of}/{len(g_mnems)}) #{g_n+1}:" ))
]
```

0	1	2	3
Mine(1/1) #1:	1 clock	8 harvest	15 violence
	2 warmth	9 nylon	16 guard
	3 acrobat	10 course	17 capital
	4 easy	11 task	18 edge
	5 alpha	12 sprinkle	19 quick
	6 purple	13 tendency	20 educate
	7 advance	14 blessing	
Fam(2/3) #1:	1 clock	8 phantom	15 iris
	2 warmth	9 sidewalk	16 image
	3 beard	10 resident	17 nail
	4 echo	11 moisture	18 smug
	5 decision	12 teaspoon	19 scatter
	6 writing	13 romp	20 verdict
	7 pink	14 memory	
Fam(2/3) #2:	1 clock	8 smirk	15 blessing
	2 warmth	9 coal	16 duke
	3 beard	10 buyer	17 capital
	4 email	11 wrist	18 elbow
	5 domestic	12 legend	19 evaluate
	6 fantasy	13 violence	20 living
	7 greatest	14 exotic	
Fam(2/3) #3:	1 clock	8 gasoline	15 raspy
	2 warmth	9 moment	16 expand
	3 beard	10 universe	17 emerald
	4 entrance	11 cleanup	18 burden
	5 cluster	12 category	19 froth
	6 river	13 unfair	20 reaction
	7 depart	14 blue	

Since there is some randomess in the SLIP-39 mnemonics generation process, we'll get a different set of words each time for the fixed "entropy" `0xFFFF..FF` used in this example, but we'll **always** derive the same Ethereum account `0x3224..56c5` at the specified HD Wallet derivation path.

```
[
    [ "HD Wallet Path:", "Ethereum Address:" ],
] + [
    [ path, eth.address ]
    for path,eth in accts.items()
]
```

0	1
HD Wallet Path:	Ethereum Address:
m/66'/40'/0'/0/0	0x322408FCF0dAB471570038DEA08536780aAB56c5

4.1.4 SLIP-39 Mnemonic to Seed

Lets prove that we can actually recover the **original** entropy from the SLIP-39 recovery mnemonics; in this case, we've specified a SLIP-39 group_threshold of 2 groups, so we'll use all 1 mnemonic from Mine, and 2 from Fam:

```
_,mnem_mine = entropy_slip39['Mine']
_,mnem_fam =  entropy_slip39['Fam']
recseed = slip39.recover( mnem_mine + mnem_fam[:2] )
recseedhex = '0x' + codecs.encode( recseed, 'hex_codec' ).decode( 'ascii' )
[[ f"Entropy recovered: {recseedhex}" ]]
[
    [ f"{len(recseed)*8}-bit seed:" ]
] + [
    [ f"{recseedhex[b*32:b*32+32]}" ]
 for b in range( len( recseedhex ) // 32 )
]
```

0
128-bit seed:
0xffffffffffffffffffffffffffffffff

And we'll use the same style of code as for the BIP-39 example above, to derive the Ethereum address from this 128-bit seed:

```
reckey = eth_account.hdaccount.key_from_seed( rec, path )
reckeyhex = '0x' + codecs.encode( reckey, 'hex_codec' ).decode( 'ascii' )
receth = eth_account.Account.from_key( reckeyhex )
[
    [ f"{len(reckey)*8}-bit derived key at path {path!r}:" ]
] + [
    [ f"{reckeyhex}" ]
] + [
    [ "... yields ..." ]
] + [
    [ f"Ethereum address: {receth.address}" ]
]
```

0
256-bit derived key at path "m/66'/40'/0'/0/0":
0x738fc6d8dd28f75027ec04b1c64cead968bbae0d9b15de2dab664e5b59db04f3
... yields ...
Ethereum address: 0x322408FCF0dAB471570038DEA08536780aAB56c5

And we see that we obtain the same Ethereum address `0x3224..56c5` as we originally got from =slip39.create above.

4.2 BIP-39 vs SLIP-39 Key Derivation Summary

At no time in BIP-39 account derivation is the original 128-bit mnemonic entropy used directly in the derivation of the wallet key. This differs from SLIP-39, which directly uses the 128-bit mnemonic entropy recovered from the SLIP-39 Shamir's Secret Sharing System recovery process to generate each HD Wallet account's private key.

Furthermore, there is no point in the BIP-39 entropy to account generation where we **could** introduce a known 128-bit seed and produce a known Ethereum wallet from it, other than as the very beginning.

Therefore, SLIP-39 and BIP-39 HD Wallet generation are fundamentally distinct; we cannot produce BIP-39 and SLIP-39 mnemonics that result in the same wallet. To convert your funds from a BIP-39 wallet to a SLIP-39 wallet will require **moving** the funds.