

Chapter 8

How to Write Smart Contracts with Solidity

Episode 8.01

Designing Your Supply Chain App

Supply Chain Review

- Supply chain app
 - Framework that connects producers to consumers
 - Manages products and services along that journey
- Blockchain advantages
 - Reduce costs
 - Offer transparency

Supply Chain Design – Process Needs

- Assets
 - The product to be bought by the consumer
- Participants
 - All supply chain participants
 - Manufacturers, suppliers, shippers, consumers

Supply Chain Design – Process Needs

- Ownership structure
 - Which participant currently owns the product
 - Tracks the product
- Payment token
 - Participants pay each other with tokens as ownership changes

Supply Chain Design - Capabilities

- Initialize tokens
 - Establish initial pool of payment tokens
- Transfer tokens
 - Move tokens between accounts as payment
- Authorize token payments
 - Allow token transfers on behalf on another

Supply Chain Design - Capabilities

- Add and update participants
- Move products along the supply chain
 - Transfer product ownership
- Add and update products
- Track an asset
 - Where a product is today
 - Find product provenance (ownership)

Episode 8.02

What are dApps?

Developing dApps

- Advantages to decentralized apps (dApps)
 - Automatic history tracking
 - Built-in fault tolerance
 - Trusted data

Developing dApps

- Before developing
 - Know what your dApp does
 - Know your goals and how you plan to achieve them
 - Understand why the Ethereum blockchain environment is best

Developing dApps

- Allow users to access data stored on the blockchain
 - Unlike “normal” applications, you can’t bypass integrity protections

Developing dApps

- Understand cost of interacting with the blockchain
- Smart contracts provide the interface between users and the blockchain
 - Making dApps possible

Episode 8.03

Token Smart Contract Details

Payment Token Smart Contract Data Items

- `totSupply`
 - Total number of tokens in circulation
- `name`
 - Descriptive token name
- `decimals`
 - Number of decimals to use when displaying token amounts

- **symbol**
 - Short identifier
- **balances**
 - Current balance of each participating account, mapped to the account's address
- **allowed**
 - Number of tokens authorized to transfer between accounts, mapped to sender's address

Payment Token Smart Contract Functions

- `totalSupply()`
 - Returns current total number of tokens
- `balanceOf()`
 - Returns current balance of specified account
- `allowance()`
 - Returns remaining number of tokens allowed to be transferred from one specific account to another specific account

Payment Token Smart Contract Functions

- `transfer()`
 - Transfers tokens from the owner to specified target account
- `transferFrom()`
 - Transfers tokens from one specific account to another specific account
- `approve()`
 - Maximum allowed tokens that can be transferred from one specific account to another specific account

Episode 8.04

Supply Chain Smart Contract Details

Supply Chain Smart Contract

- Data and functionality to manage products, participants, ownership transfer data
- Everything else except payment

Supply Chain Smart Contract Data Structures

- Product structure
 - Ex: model number, part number, cost, etc.
 - Data that defines a unique product
- Participant structure
 - Data that defines a unique participant
 - Ex: username, password, Ethereum address, etc.

Supply Chain Smart Contract Data Structures

- Ownership structure
 - Data that records product ownership transfer information
 - Ex: product ID, owner ID, transaction time, etc.

Supply Chain Smart Contract Data Variables

- `product_id`
 - Unique product ID, mapped to product structure
- `participant_id`
 - Unique participant ID, mapped to participant structure
- `owner_id`
 - Unique owner, mapped to registration structure

Supply Chain Smart Contract Functions

- `addParticipant()`
 - Create new participant
- `getParticipant()`
 - Fetch information about a participant
- `addProduct()`
 - Create new product
- `getProduct()`
 - Fetch information about a particular product

Supply Chain Smart Contract Functions

- `newOwner()`
 - Transfer of ownership
- `getProvenance()`
 - Record of ownership
- `getOwnership()`
 - Owner of a product in a specific point in time
- `authenticateParticipant()`
 - Confirms participant is allowed to access certain data

Episode 8.05

Smart Contract Road Map

• Your Smart Contract Road Map

	Payment Token Smart Contract	Supply Chain Smart Contract
Data Items	<ul style="list-style-type: none"> • totSupply • name • decimals • symbol • balances • allowed 	<ul style="list-style-type: none"> • Product structure <ul style="list-style-type: none"> ◦ product_id • Participant structure <ul style="list-style-type: none"> ◦ participant_id • Ownership structure <ul style="list-style-type: none"> ◦ owner_id
Functions	<ul style="list-style-type: none"> • totalSupply() • balanceOf() • allowance() • transfer() • transferFrom() • approve() 	<ul style="list-style-type: none"> • addParticipant() • getParticipant() • addProduct() • getProduct() • newOwner() • getProvenance() • getOwnership() • authenticateParticipant()

Episode 8.06

Token Smart Contract Data Lab, Part 1

• ERC-20 Token Interface Code

```
// -----  
// ERC Token Standard #20 Interface  
// https://github.com/ethereum/EIPs/blob/master/EIPS/eip-20.md  
// -----  
pragma solidity >=0.4.21 <0.6.0;  
  
contract ERC20Interface {  
    uint256 public totSupply;  
  
    function totalSupply() public view returns (uint);  
    function balanceOf(address tokenOwner) public view returns (uint balance);  
    function allowance(address tokenOwner, address spender) public view returns (uint  
remaining);  
    function transfer(address to, uint tokens) public returns (bool success);  
    function approve(address spender, uint tokens) public returns (bool success);  
    function transferFrom(address from, address to, uint tokens) public returns (bool  
success);  
  
    event Transfer(address indexed from, address indexed to, uint tokens);  
    event Approval(address indexed tokenOwner, address indexed spender, uint tokens);  
}
```

Episode 8.07

Token Smart Contract Data Lab, Part 2

Interface

- An agreement
- In order to base your smart contract on an interface, you must follow standards
- Minimum requirements to fit the standard

•ERC-20 Token Code, Part 1

```
// -----  
///Implements EIP20 token standard: https://github.com/ethereum/EIPs/blob/master/EIPS/eip-  
20.md  
// -----  
  
pragma solidity >=0.4.21 <0.6.0;  
  
import "./erc20Interface.sol";  
  
contract ERC20Token is ERC20Interface {  
  
    uint256 constant private MAX_UINT256 = 2**256 - 1;  
    mapping (address => uint256) public balances;  
    mapping (address => mapping (address => uint256)) public allowed;  
  
    uint256 public totSupply;           // Total number of tokens  
    string public name;                 // Descriptive name (i.e. For SupplyChainApp Token)  
    uint8 public decimals;              // How many decimals to use when displaying amounts  
    string public symbol;               // Short identifier for token (i.e. FDT)
```

```

// Create the new token and assign initial values, including initial amount
constructor(
    uint256 _initialAmount,
    string memory _tokenName,
    uint8 _decimalUnits,
    string memory _tokenSymbol
) public {
    balances[msg.sender] = _initialAmount; // The creator owns all initial tokens
    totSupply = _initialAmount; // Update total token supply
    name = _tokenName; // Store the token name (used for display only)
    decimals = _decimalUnits; // Store the number of decimals (used for display only)
    symbol = _tokenSymbol; // Store the token symbol (used for display only)
}

```



```

// Transfer tokens from msg.sender to a specified address
function transfer(address _to, uint256 _value) public returns (bool success) {
    require(balances[msg.sender] >= _value, "Insufficient funds for transfer source.");
    balances[msg.sender] -= _value;
    balances[_to] += _value;
    emit Transfer(msg.sender, _to, _value); //solhint-disable-line indent, no-unused-vars
    return true;
}

// Transfer tokens from one specified address to another specified address
function transferFrom(address _from, address _to, uint256 _value) public returns (bool success) {
    uint256 allowance = allowed[_from][msg.sender];
    require(balances[_from] >= _value && allowance >= _value, "Insufficient allowed funds for transfer source.");
    balances[_to] += _value;
    balances[_from] -= _value;
    if (allowance < MAX_UINT256) {
        allowed[_from][msg.sender] -= _value;
    }
    emit Transfer(_from, _to, _value); //solhint-disable-line indent, no-unused-vars
    return true;
}

```

• ERC-20 Token Code, Part 4

```
// Return the current balance (in tokens) of a specified address
function balanceOf(address _owner) public view returns (uint256 balance) {
    return balances[_owner];
}

// Set
function approve(address _spender, uint256 _value) public returns (bool success) {
    allowed[msg.sender][_spender] = _value;
    emit Approval(msg.sender, _spender, _value); //solhint-disable-line indent, no-
unused-vars
    return true;
}

// Return the
function allowance(address _owner, address _spender) public view returns (uint256
remaining) {
    return allowed[_owner][_spender];
}

// Return the total number of tokens in circulation
function totalSupply() public view returns (uint256 totSupp) {
    return totSupply;
}
}
```

Episode 8.08

Supply Chain Smart Contract Data Lab, Part
1

```
pragma solidity >=0.4.21 <0.6.0;

contract supplyChain {
    uint32 public product_id = 0;    // Product ID
    uint32 public participant_id = 0; // Participant ID
    uint32 public owner_id = 0;     // Ownership ID

    struct product {
        string modelNumber;
        string partNumber;
        string serialNumber;
        address productOwner;
        uint32 cost;
        uint32 mfgTimeStamp;
    }
}
```

```

mapping(uint32 => product) public products;

struct participant {
    string userName;
    string password;
    string participantType;
    address participantAddress;
}
mapping(uint32 => participant) public participants;

struct ownership {
    uint32 productId;
    uint32 ownerId;
    uint32 trxTimeStamp;
    address productOwner;
}
mapping(uint32 => ownership) public ownerships; // ownerships by ownership ID (owner_id)
mapping(uint32 => uint32[]) public productTrack; // ownerships by Product ID (product_id) / Movement track for a
product

```

```

    event TransferOwnership(uint32 productId);

    function addParticipant(string memory _name, string memory _pass, address _pAdd, string memory _pType) public returns
(uint32){
        uint32 userId = participant_id++;
        participants[userId].userName = _name;
        participants[userId].password = _pass;
        participants[userId].participantAddress = _pAdd;
        participants[userId].participantType = _pType;

        return userId;
    }
    function getParticipant(uint32 _participant_id) public view returns (string memory,address,string memory) {
        return (participants[_participant_id].userName,
            participants[_participant_id].participantAddress,
            participants[_participant_id].participantType);
    }

```

```

function addProduct(uint32 _ownerId,
                    string memory _modelName,
                    string memory _partNumber,
                    string memory _serialNumber,
                    uint32 _productCost) public returns (uint32) {
    if(keccak256(abi.encodePacked(participants[_ownerId].participantType)) == keccak256("Manufacturer")) {
        uint32 productId = product_id++;

        products[productId].modelName = _modelName;
        products[productId].partNumber = _partNumber;
        products[productId].serialNumber = _serialNumber;
        products[productId].cost = _productCost;
        products[productId].productOwner = participants[_ownerId].participantAddress;
        products[productId].mfgTimeStamp = uint32(now);

        return productId;
    }
    return 0;
}

```

```

modifier onlyOwner(uint32 _productId) {
    require(msg.sender == products[_productId].productOwner,"");
    _;
}

function getProduct(uint32 _productId) public view returns (string memory,string memory,string
memory,uint32,address,uint32){
    return (products[_productId].modelNumber,
            products[_productId].partNumber,
            products[_productId].serialNumber,
            products[_productId].cost,
            products[_productId].productOwner,
            products[_productId].mfgTimeStamp);
}

function newOwner(uint32 _user1Id,uint32 _user2Id, uint32 _prodId) onlyOwner(_prodId) public returns (bool) {
    participant memory p1 = participants[_user1Id];
    participant memory p2 = participants[_user2Id];
    uint32 ownership_id = owner_id++;

```



```

        if(keccak256(abi.encodePacked(p1.participantType)) == keccak256("Manufacturer")
        && keccak256(abi.encodePacked(p2.participantType))==keccak256("Supplier")){
            ownerships[ownership_id].productId = _prodId;
            ownerships[ownership_id].productOwner = p2.participantAddress;
            ownerships[ownership_id].ownerId = _user2Id;
            ownerships[ownership_id].trxTimeStamp = uint32(now);
            products[_prodId].productOwner = p2.participantAddress;
            productTrack[_prodId].push(ownership_id);
            emit TransferOwnership(_prodId);

            return (true);
        }
        else if(keccak256(abi.encodePacked(p1.participantType)) == keccak256("Supplier") &&
        keccak256(abi.encodePacked(p2.participantType))==keccak256("Supplier")){
            ownerships[ownership_id].productId = _prodId;
            ownerships[ownership_id].productOwner = p2.participantAddress;
            ownerships[ownership_id].ownerId = _user2Id;
            ownerships[ownership_id].trxTimeStamp = uint32(now);
            products[_prodId].productOwner = p2.participantAddress;
            productTrack[_prodId].push(ownership_id);
            emit TransferOwnership(_prodId);

            return (true);
        }
    }
}

```

```

        else if(keccak256(abi.encodePacked(p1.participantType)) == keccak256("Supplier") &&
keccak256(abi.encodePacked(p2.participantType))==keccak256("Consumer")){
            ownerships[ownership_id].productId = _prodId;
            ownerships[ownership_id].productOwner = p2.participantAddress;
            ownerships[ownership_id].ownerId = _user2Id;
            ownerships[ownership_id].trxTimeStamp = uint32(now);
            products[_prodId].productOwner = p2.participantAddress;
            productTrack[_prodId].push(ownership_id);
            emit TransferOwnership(_prodId);

            return (true);
        }

        return (false);
    }

    function getProvenance(uint32 _prodId) external view returns (uint32[] memory) {
        return productTrack[_prodId];
    }

```

```

function getOwnership(uint32 _regId) public view returns (uint32,uint32,address,uint32) {
    ownership memory r = ownerships[_regId];
    return (r.productId,r.ownerId,r.productOwner,r.trxTimeStamp);
}

function authenticateParticipant(uint32 _uid,
    string memory _uname,
    string memory _pass,
    string memory _utype) public view returns (bool){
    if(keccak256(abi.encodePacked(participants[_uid].participantType)) == keccak256(abi.encodePacked(_utype))) {
        if(keccak256(abi.encodePacked(participants[_uid].userName)) == keccak256(abi.encodePacked(_uname))) {
            if(keccak256(abi.encodePacked(participants[_uid].password)) == keccak256(abi.encodePacked(_pass))) {
                return (true);
            }
        }
    }
    return (false);
}
}

```

Episode 8.09

Supply Chain Smart Contract Data Lab,
Part 2

- Supply Chain Smart Contract Data Code
 - Code can be found in episode 8.08 Supply Chain Smart Contract Data Lab, Part 1
 - Code can also be downloaded from accompanying files, sourceCode > supplyChainApp > contracts > SupplyChain.sol

Episode 8.10

Token Smart Contract Functions Lab, Part 1

- Supply Chain Smart Contract Data Code
 - Code can be found in episode 8.07 Token Smart Contract Data Lab, Part 1
 - Code can also be downloaded from accompanying files, sourceCode > supplyChainApp > contracts > erc20Interface.sol

Episode 8.11

Token Smart Contract Functions Lab, Part 2

- Supply Chain Smart Contract Data Code
 - Code can be found in episode 8.07 Token Smart Contract Data Lab, Part 1
 - Code can also be downloaded from accompanying files, sourceCode > supplyChainApp > contracts > erc20Interface.sol

Episode 8.12

Supply Chain Smart Contract Functions Lab,
Part 1

- Supply Chain Smart Contract Data Code
 - Code can be found in episode 8.08 Supply Chain Smart Contract Data Lab, Part 1
 - Code can also be downloaded from accompanying files, sourceCode > supplyChainApp > contracts > SupplyChain.sol

Episode 8.13

Supply Chain Smart Contract Functions Lab,
Part 2

- Supply Chain Smart Contract Data Code
 - Code can be found in episode 8.08 Supply Chain Smart Contract Data Lab, Part 1
 - Code can also be downloaded from accompanying files, sourceCode > supplyChainApp > contracts > SupplyChain.sol

Episode 8.14

Using Events

Smart Contract Issues

- Smart contracts run on each EVM
- Smart contracts are essentially server-side code
 - Smart contracts execute on blockchain nodes, not on the client
- Issue: communication with client
 - Smart contracts must be called by the client or another smart contract

Server-Side Code

- Server-side code simply listens for requests from clients
- When a request is received, the server-side code responds
- All requests originate with the client

Implementing Events in Solidity

1. Define the event

- Give it a name
- Define what happens when the event occurs
 - What type of data is going to be sent with the event

2. Trigger the events

- Smart contract code that detects when an event occurs
- Use `emit` statement

3. Client receives and responds to the events

Episode 8.15

Implementing Events

Step 1: Define the Events

- ERC-20 token interface
 - Transfer event
 - Approval event
- Supply chain smart contract
 - Transfer of ownership

Step 2: Trigger the Events

- Use **emit** in Solidity to trigger an event
 - Like calling a function
 - Tell Solidity what event to trigger, provide parameter values

Episode 8.16

More on Ownership

Ownership

- Every action has an owner
- Blockchain apps can be “anonymous”
 - Hard to associate account with real-world identity
- Every time you invoke smart contract functions, owner address is associated
 - Nonrepudiation – every action can be attributed to an account

Ownership

- Might want to provide functionality with higher authority and more capability
- Owner is the address of whoever called the function
 - msg.sender is the owner
- Can restrict functionality (or ability to call a function) based on ownership

Modifiers

- Help restrict access for external entities
 - Add-on functionality to make sure things occur

Episode 8.17

Designing for Security

Smart Contract Security

- Smart contracts can be as insecure as any other software
- Must consider security in data and functionality of your design
- Use multi-level security approach
 - Defense in depth

Common Security Mistakes

- Randomness
 - Smart contract code must run the same on all EVMs
 - If random number is generated locally, could create different output on different EVMs
 - Avoid random numbers, especially for blockchain-related data

Common Security Mistakes

- Re-entrancy
 - Call function forwards all received gas to the called function
 - Can cause multiple withdrawals
 - Like allowing someone to use one check to withdraw money from your account multiple times
 - Update state data before transferring control to another function

Common Security Mistakes

- Overflow
 - Variable that has incremented larger than what is allowed for the stated variable
 - Ex: you defined a uint8 but the value was larger than 8 bits (255 characters)
- Underflow
 - Variable that has decremented to a value not allowed by stated variable
 - Ex: a value that tries to decrement to a negative number, but is an unsigned integer (uint)

Common Security Mistakes

- `delegate-call` function
 - Allows one smart contract to execute a function from another smart contract
 - Causes confusion with who invoked a function
 - Don't allow public/external functions to modify state data
 - Call a local function if public/external functions need to modify state data

Episode 8.18

Implementing Minimal Functionality

Minimal Functionality

- These examples are for instruction
- Only implements basic functionality
- Fully-featured smart contracts are complex
- Coding starts with minimal functionality, then begin building more
- If you create a live smart contract, add more functionality