

#### **Parties**

Parties are one of the foundational concepts in Tx3. They represent the various actors that interact with your blockchain protocol, such as users, contracts, or services.

## **Why Parties Matter**

In UTxO blockchains like Cardano, addresses control UTxOs. Rather than hardcoding addresses, Tx3 uses the concept of parties to:

- 1. Abstract implementation details Separating roles from specific addresses
- 2. Improve readability Making transactions easier to understand
- 3. Enable configuration Allowing the same protocol to work with different addresses
- 4. Support parameterization Letting transactions work with dynamic parties

# **Party Definition Syntax**

The basic syntax for defining a party is:

```
party {Name};
```

Where Name is an alphanumeric identifier (starting with a letter) that represents this party throughout your protocol.

#### Simple Party Examples

# Usage

Parties define the "who" in transactions - who provides inputs and who receives outputs.

# **Input Sources**

Parties specify who controls the UTxOs that will be consumed:

```
party User;
// User is providing Ada as input
tx deposit(amount: Int) {
    // UTxO controlled by the User party
    input user_tokens {
        from: User,
        min_amount: Ada(amount) + fees,
    }

    // Rest of transaction...
}
```

## **Output Recipients**

Parties specify who will receive newly created UTxOs:

#### **Complex Party Relationships**

Real-world protocols typically involve multiple parties with different roles:

```
party EscrowContract;
party Buyer;
party EscrowProvider;
party Seller;
tx escrow_payment(
    seller_item_id: Bytes,
    price: Int,
   escrow_fee: Int,
) {
    input payment {
        from: Buyer,
        min_amount: Ada(price + escrow_fee) + fees,
    }
    output locked_payment {
        to: EscrowContract,
        amount: Ada(price),
        datum: EscrowState {
            buyer: Buyer,
            seller: Seller,
            item_id: seller_item_id,
            amount: price,
    }
    output {
        to: EscrowProvider,
        amount: Ada(escrow_fee),
    }
    output {
        to: Buyer,
        amount: payment - Ada(price + escrow_fee) - fees,
```

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### **Party Properties and Methods**

Parties have properties and methods that can be accessed in transactions:

```
// Access party's address directly
User;

// In Cardano, get party's stake credential
Treasury.stake_credential;

// In Cardano, get party's payment credential
Treasury.payment_credential;
```

# **Best Practices for Using Parties**

- 1. Use descriptive names Names like LiquidityProvider are clearer than Party1
- 2. Consistent roles Each party should have a well-defined role in the protocol
- 3. Security considerations Be clear about which parties need to authorize actions
- 4. Documentation Document the responsibilities and expectations for each party