

BabyBTC Quant Lab

A Baby PoW Chain + AI Coach

Scoop AI Hackathon – Autonomous Finance & Quant AI

Problem: Knowledge Gap in On-chain Finance

- Blockchain, PoW, and on-chain risk are **hard to internalize**
- In quant / DeFi teams:
 - A few engineers really understand blocks & consensus
 - Most people only see **black-box dashboards**
- Real chains involve **real money**:
 - Not safe for “learning by breaking things”
 - Hard to experiment with attacks or failures

Idea: A Safe Baby Chain Playground

BabyBTC Quant Lab =

- A toy PoW blockchain running locally / in LAN
- Virtual BABY tokens only – no real assets, no fiat
- Players join from a web UI, can:
 - Mine blocks
 - Transfer tokens
 - See the chain evolve in real time
- An AI coach (SpoonOS Agent) explains what just happened

What We Built

- Toy PoW Chain
 - MD5-based hash, 4-digit nonce, adjustable difficulty
 - Blocks with `prev_hash`, `merkle_root`, `timestamp`, `nonce`
- Player Balances & Transfers
 - Simple UTXO-like / account model
 - Pending tx pool → next mined block
- ChatGPT-style Frontend
 - React + Tailwind, 3-column layout:
 - Mining & balance
 - Chain timeline & transfers
 - AI coach chat panel

Architecture

Browser (React + Tailwind)

↓ HTTP /agent/ask, /api/game/...

Agent Service (FastAPI + SpoonOS)

↓ tools: recent_events, player_stats, chain_summary

BabyBTC Node (FastAPI)

↳ In-memory chain_state + event_log

- **Backend:** Python + FastAPI

- Toy PoW, players, tx, event log

- **Frontend:** React + TS + Vite

- Auto-register, mining controls, chain view

- **Agent:** SpoonOS / spoon_ai

- ToolCallAgent with custom tools on chain_state

How the Toy PoW Works

- Block header:

```
index : prev_hash : merkle_root : timestamp : nonce
```

- Hash:

```
h = md5(header)
hash_value = int(h[:4], "big") % 1_000_000
```

- Condition:

```
hash_value < difficulty (e.g. 400_000)
```

- Result:

- ~5–10 seconds to mine a block on a laptop

Where SpoonOS Fits

- Agent Service defines tools:
 - `get_recent_events(limit)`
 - `get_player_stats(player_id)`
 - `get_chain_summary()`
- SpoonOS ToolCallAgent:
 - Chooses tools based on user questions
 - Reads real BabyBTC state
 - Responds in **educational, risk-aware language**

Why This Is Quant / Finance AI

- Focus on **understanding**, not black-box signals
- Lets teams:
 - See how on-chain state evolves
 - Ask AI “why” in terms of:
 - Consensus
 - Risk
 - Attack surface
- Can be extended with:
 - Simple PnL / strategy simulation on top of BabyBTC
 - More advanced attack scenarios

Demo Flow

1. Open web UI → auto-register player + mnemonic
2. Start mining → see new blocks and rewards
3. Open second client → transfer BABY between players
4. Ask AI coach:
 - “Explain the last block”
 - “What risks are present now?”
5. See AI explanation grounded in actual BabyBTC events

Roadmap

- Add:
 - Multi-node BabyBTC network
 - Toy RSA signatures instead of HMAC
 - Attack / rollback demos
 - Simple strategy PnL analysis
- Package as:
 - A reusable **teaching lab** for blockchain & quant courses

Thank You

BabyBTC Quant Lab

A safe Baby chain + AI coach
for learning on-chain finance from the bottom up.