

CouponSwap

Technical Design Document

Project:	CouponSwap - P2P Coupon Exchange Platform
Version:	1.0
Date:	January 31, 2026
Architecture:	Serverless JAMStack (Next.js + Supabase)
Target Platform:	Web (Mobile-Responsive)

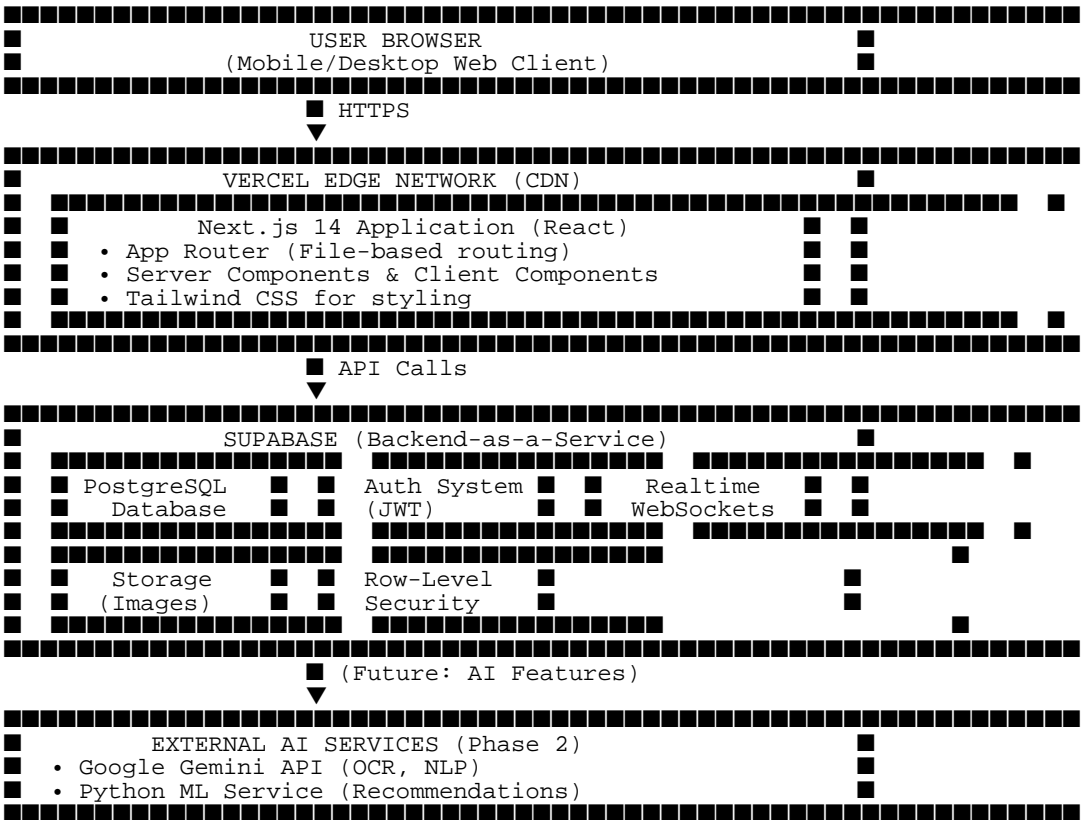
1. System Architecture Overview

1.1 High-Level Architecture

CouponSwap follows a modern serverless architecture pattern using the JAMStack approach. The frontend is a Next.js 14 application with App Router, deployed on Vercel's edge network. The backend leverages Supabase as a Backend-as-a-Service (BaaS), providing PostgreSQL database, authentication, real-time subscriptions, and storage capabilities. This architecture eliminates the need for traditional server management and scales automatically based on demand.

Layer	Technology	Purpose
Presentation	Next.js 14 (React), Tailwind CSS	UI/UX, Client-side routing, SSR/SSG
API/Logic	Next.js Server Actions, Edge Functions	Business logic, Transaction handling
Backend Services	Supabase	Database, Auth, Real-time, Storage
Database	PostgreSQL (Supabase)	Persistent data storage
Hosting	Vercel (Frontend), Supabase (Backend), Cloudflare (CDN), Edge deployment	CDN, Edge deployment
AI/ML	Google Gemini API, Python scripts	OCR, Recommendations, Fraud detection

1.2 Architecture Diagram (Text Representation)



2. Database Schema Design

2.1 Entity-Relationship Overview

The database follows a relational model with four core entities: Profiles (users), Coupons (marketplace items), Transactions (credit transfers), and Messages (chat). All tables use UUIDs for primary keys and include timestamps for audit trails. Row-Level Security (RLS) policies enforce authorization at the database level.

2.2 Table Schemas

profiles - User account information

Column	Type	Constraints	Description
id	UUID	PRIMARY KEY, FK to auth.users	Unique user identifier
email	TEXT		User email address
phone	TEXT	NULLABLE	Phone number (for OTP KYC)
kyc_id_number	TEXT	NULLABLE	Government ID (Aadhar/Passport)
kyc_verified	BOOLEAN	DEFAULT false	KYC verification status
credits	INTEGER	DEFAULT 50, NOT NULL	Virtual currency balance
created_at	TIMESTAMPTZ	DEFAULT now()	Account creation timestamp

coupons - Marketplace listings

Column	Type	Constraints	Description
id	UUID	PRIMARY KEY	Unique coupon identifier
seller_id	UUID	FK to profiles(id), NOT NULL	Listing owner
title	TEXT	NOT NULL	Coupon headline (e.g., "50% off Pizza")
description	TEXT	NULLABLE	Additional details
code	TEXT	NOT NULL	Secret coupon code (hidden until bought)
price_credits	INTEGER	NOT NULL	Cost in virtual credits
category	TEXT	NULLABLE	Food/Fashion/Travel/Tech/Other
expiry_date	DATE	NULLABLE	Coupon expiration date
image_url	TEXT	NULLABLE	Screenshot/image URL
is_sold	BOOLEAN	DEFAULT false	Purchase status
buyer_id	UUID	FK to profiles(id), NULLABLE	Purchaser (null if unsold)
created_at	TIMESTAMPTZ	DEFAULT now()	Listing creation time

transactions - Credit transfer history

Column	Type	Constraints	Description
id	UUID	PRIMARY KEY	Unique transaction ID
buyer_id	UUID	FK to profiles(id)	Credit spender
seller_id	UUID	FK to profiles(id)	Credit recipient
amount_credits	INTEGER	NOT NULL	Credits transferred
coupon_id	UUID	FK to coupons(id)	Associated coupon
created_at	TIMESTAMPTZ	DEFAULT now()	Transaction timestamp

messages - Chat conversations

Column	Type	Constraints	Description
id	UUID	PRIMARY KEY	Unique message ID
sender_id	UUID	FK to profiles(id), NOT NULL	Message sender
receiver_id	UUID	FK to profiles(id), NOT NULL	Message recipient
content	TEXT	NOT NULL	Message text
created_at	TIMESTAMPTZ	DEFAULT now()	Send timestamp

3. Security & Authentication

3.1 Authentication Flow

Supabase Auth handles all authentication using JWT (JSON Web Tokens). Users can sign up with email/password, and the system automatically creates a corresponding profile in the public.profiles table via a database trigger. Sessions are managed client-side with secure HTTP-only cookies.

1. User submits signup form (email, password, KYC ID)
2. Supabase Auth creates user in auth.users table
3. Database trigger fires → Creates profile in public.profiles
4. User receives email verification link
5. Upon verification → JWT token generated
6. Token stored in browser (HTTP-only cookie)
7. Every API request includes JWT in Authorization header
8. Supabase validates token and returns user data

3.2 Row-Level Security (RLS) Policies

RLS ensures users can only access data they own or are authorized to view. Policies are enforced at the database level, making it impossible to bypass even with direct SQL access.

Table	Policy Name	Rule
coupons	view_unsold	SELECT allowed if is_sold = false
coupons	insert_own	INSERT allowed if auth.uid() = seller_id
coupons	update_own	UPDATE allowed if auth.uid() = seller_id
messages	view_own	SELECT allowed if auth.uid() = sender_id OR receiver_id
messages	insert_own	INSERT allowed if auth.uid() = sender_id
transactions	view_own	SELECT allowed if auth.uid() = buyer_id OR seller_id

4. API Design & Endpoints

4.1 RESTful Conventions

The application uses Supabase's auto-generated REST API for CRUD operations and Next.js Server Actions for complex transactions. All endpoints require JWT authentication except public marketplace listings.

Endpoint	Method	Description	Auth Required
/api/auth/signup	POST	Create new user account	No
/api/auth/login	POST	Authenticate user	No
/api/auth/logout	POST	Invalidate session	Yes
/api/coupons	GET	List all unsold coupons	No
/api/coupons	POST	Create new coupon listing	Yes
/api/coupons/:id	GET	Get coupon details	No
/api/coupons/:id/buy	POST	Purchase coupon (transaction)	Yes
/api/profile	GET	Get current user profile	Yes
/api/profile/credits	GET	Get credit balance	Yes
/api/messages	GET	Get chat messages	Yes
/api/messages	POST	Send new message	Yes

4.2 Critical Transaction Logic: Buy Coupon

The purchase flow is the most critical operation, requiring ACID compliance to prevent credit loss or double-spending. This is implemented as a database transaction using Supabase's PostgreSQL transaction support.

```
FUNCTION buyCoupon(couponId, buyerId):
  BEGIN TRANSACTION

  1. LOCK coupon row (SELECT FOR UPDATE)
  2. Verify coupon is NOT sold (is_sold = false)
  3. Get buyer's credit balance
  4. Verify buyer has enough credits
  5. Get seller_id and price from coupon
  6. Deduct credits from buyer (-price)
  7. Add credits to seller (+price)
  8. Update coupon: is_sold = true, buyer_id = buyerId
  9. Insert transaction record
  10. COMMIT TRANSACTION
  11. Return coupon code to buyer

  IF any step fails → ROLLBACK TRANSACTION
```

5. Frontend Architecture (Next.js)

5.1 Folder Structure

```
coupon-swap/
├── app/
│   ├── layout.tsx           # Next.js 14 App Router
│   ├── page.tsx             # Root layout (Navbar, global styles)
│   ├── login/
│   │   └── page.tsx         # Login/Signup page
│   ├── sell/
│   │   └── page.tsx         # Create coupon listing page
│   ├── profile/
│   │   └── page.tsx         # User dashboard
│   ├── chat/
│   │   └── [userId]/
│   │       └── page.tsx     # Chat interface (dynamic route)
│   └── components/         # Reusable UI components
│       ├── Navbar.tsx      # Navigation bar
│       ├── CouponCard.tsx  # Marketplace item card
│       ├── BuyButton.tsx   # Purchase action component
│       └── ChatMessage.tsx # Chat bubble component
├── lib/
│   ├── supabase.ts         # Supabase client initialization
│   └── utils.ts            # Helper functions
├── actions/
│   └── buyCoupon.ts        # Server Action for transactions
├── public/
│   └── images/             # Static assets
├── .env.local              # Environment variables (not committed)
├── package.json            # Dependencies
└── next.config.js          # Next.js configuration
```

5.2 State Management

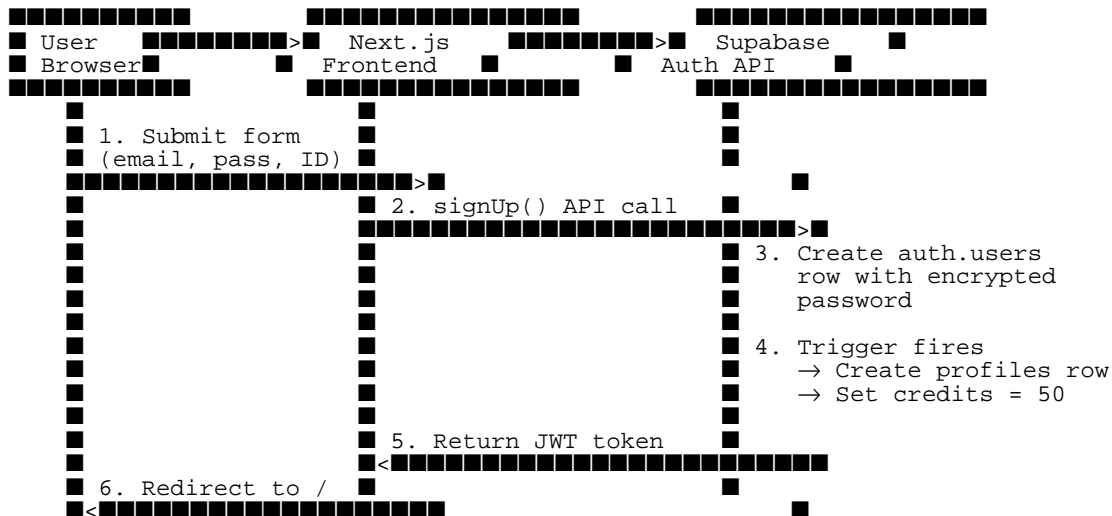
The application uses React's built-in hooks (`useState`, `useEffect`) for local component state and Supabase's real-time subscriptions for live data updates (chat messages, credit balance). No external state management library (Redux, Zustand) is needed for the MVP, keeping complexity low.

5.3 Real-Time Features (Chat)

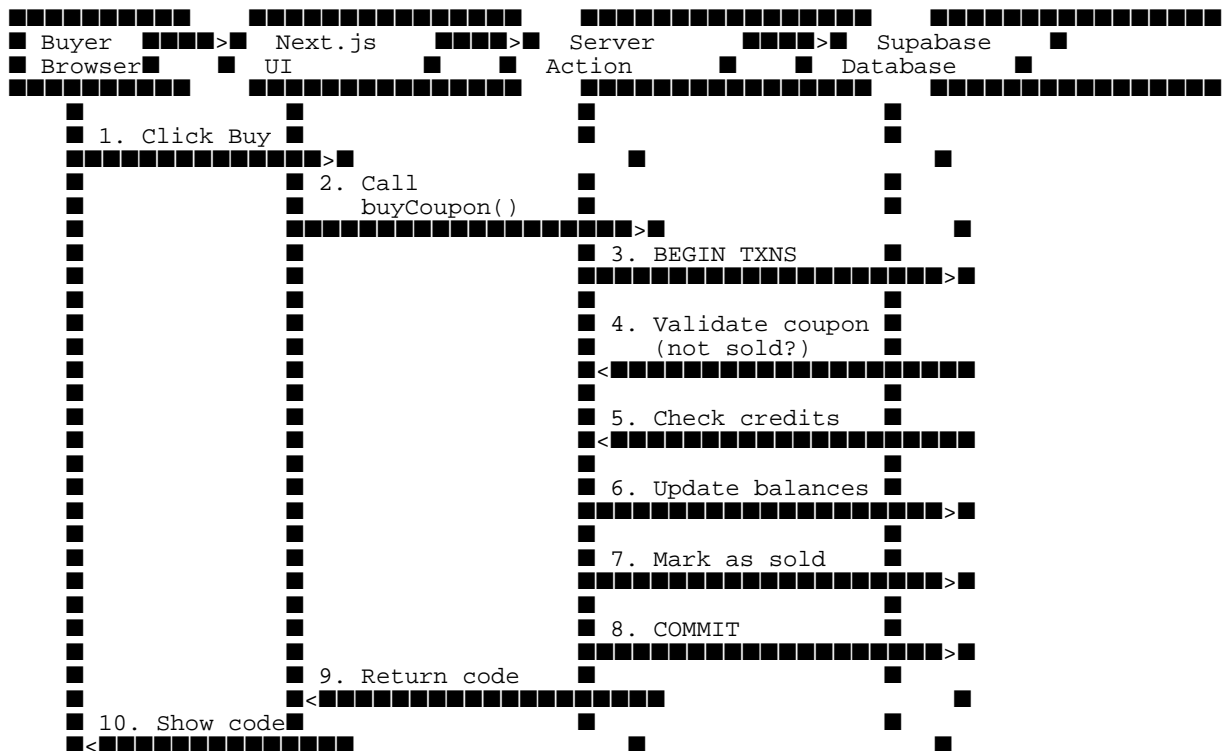
Supabase Realtime uses WebSocket connections to push database changes instantly to connected clients. The chat feature subscribes to the 'messages' table, filtering for messages where the current user is either sender or receiver.

6. Data Flow Diagrams

6.1 User Signup Flow



6.2 Coupon Purchase Flow



7. Performance Optimization Strategies

Database Indexing

- Index on coupons.is_sold for fast unsold filtering
- Index on coupons.category for category searches
- Index on coupons.created_at for sorting
- Composite index on (is_sold, expiry_date) for expiring coupons query

Caching (Vercel Edge)

- Static generation of landing page
- Incremental Static Regeneration (ISR) for marketplace (revalidate every 60s)
- Edge caching for public API endpoints
- Client-side caching with SWR for frequently accessed data

Image Optimization

- Use Next.js Image component for automatic optimization
- Convert uploads to WebP format
- Lazy loading for below-the-fold images
- CDN delivery via Supabase Storage

Code Splitting

- Automatic route-based code splitting (Next.js default)
- Dynamic imports for heavy components (chat interface)
- Tree-shaking of unused Tailwind classes

8. Error Handling & Validation

8.1 Frontend Validation

- **Email:** Must match standard email regex pattern
- **Password:** Minimum 8 characters, 1 uppercase, 1 number
- **Coupon Price:** Must be positive integer (1-1000 credits)
- **Expiry Date:** Must be future date
- **Code Field:** Required, max 50 characters

8.2 Error Response Format

All API errors return a consistent JSON structure with HTTP status codes. The frontend displays user-friendly messages while logging technical details to the console for debugging.

```
{
  "success": false,
  "error": {
    "code": "INSUFFICIENT_CREDITS",
    "message": "You need 50 credits to buy this coupon. Your balance: 30",
    "statusCode": 400
  }
}
```

8.3 Common Error Codes

Code	HTTP Status	Meaning	Action
AUTH_REQUIRED	401	No valid JWT token	Redirect to login
INSUFFICIENT_CREDITS	400	Not enough credits	Prompt to buy credits
COUPON_SOLD	409	Already purchased	Refresh listing
INVALID_COUPON	404	Coupon not found	Return to marketplace
RATE_LIMIT	429	Too many requests	Show retry timer

9. Testing Strategy

Unit Testing (Jest + React Testing Library)

- Test individual components (CouponCard, BuyButton)
- Test utility functions (credit calculation, date formatting)
- Mock Supabase client for isolated testing
- Target: 70% code coverage

Integration Testing

- Test complete user flows (signup → list → buy)
- Test database triggers and RLS policies
- Test real-time chat message delivery
- Use Supabase test project for safe testing

Manual QA Checklist

- Cross-browser testing (Chrome, Firefox, Safari)
- Mobile responsiveness (iOS Safari, Android Chrome)
- Accessibility audit (keyboard navigation, screen readers)
- Performance testing (Lighthouse score > 90)

10. Deployment & DevOps

10.1 CI/CD Pipeline (GitHub + Vercel)

1. Developer pushes code to GitHub
 - > GitHub Actions (optional): Run linting and tests
2. Vercel detects new commit
 - > Automatically builds Next.js app
 - > Runs 'npm run build'
 - > Injects environment variables from Vercel dashboard
3. Preview deployment created for PR branches
 - > Unique URL for testing (e.g., app-pr-42.vercel.app)
4. After merge to main branch
 - > Production deployment triggered
 - > Zero-downtime deployment to couponswap.vercel.app
 - > Rollback available if errors detected

10.2 Monitoring & Logging

- **Vercel Analytics:** Track page views, performance metrics, Web Vitals
- **Supabase Logs:** Monitor database queries, slow queries, error rates
- **Browser Console:** Client-side error tracking (consider Sentry for production)
- **Uptime Monitoring:** Use UptimeRobot or similar for availability alerts

10.3 Backup & Disaster Recovery

- **Database Backups:** Supabase provides automatic daily backups (7-day retention)
- **Point-in-Time Recovery:** Available on Supabase Pro plan (upgrade if critical)
- **Code Repository:** Git history serves as code backup
- **Recovery Time Objective (RTO):** < 1 hour (redploy from Git)
- **Recovery Point Objective (RPO):** < 24 hours (last database backup)

11. Scalability Considerations

While the MVP is designed for 10,000 users, the architecture supports horizontal scaling. Here's how the system can grow:

Users	Database	Frontend	Cost/Month
0-10K	Supabase Free Tier	Vercel Hobby (Free)	\$0
10K-100K	Supabase Pro (\$25)	Vercel Pro (\$20)	\$45
100K-1M	Dedicated PostgreSQL instance	Vercel Enterprise	\$500+
1M+	Multi-region DB, Read replicas	Edge caching, CDN	\$2000+

Bottleneck Mitigation

- **Database Queries:** Add connection pooling (PgBouncer), implement read replicas
- **Real-time Connections:** Horizontal scaling of Supabase Realtime servers
- **Image Storage:** Migrate to dedicated CDN (Cloudinary, ImageKit) if needed
- **API Rate Limits:** Implement Redis caching layer for frequent queries

12. Technical Appendix

12.1 Technology Versions

Technology	Version	Purpose
Next.js	14.x (App Router)	React framework
React	18.x	UI library
TypeScript	5.x	Type safety
Tailwind CSS	3.x	Styling
Supabase JS Client	2.x	Backend SDK
PostgreSQL	15.x	Database
Node.js	20 LTS	Runtime

12.2 Key Design Decisions

Why Next.js over Create React App?

Built-in SSR/SSG, better SEO, superior performance, easier deployment

Why Supabase over Firebase?

PostgreSQL (relational DB), better for complex queries, open-source, SQL-based

Why Credits instead of Real Money?

Avoids payment gateway complexity, reduces legal liability, gamification

Why not mobile-native app?

Web-first allows faster iteration, works on all devices, no app store approval delays