

Course Outline

1. Cryptocurrency and Block chain
2. Delving into BlockChain
3. Bitcoin and Block chain
4. Bitcoin Mining
5. Ethereum
6. Setting up private Blockchain Environment using Ethereum Platform
7. Hyperledger
8. Setting up Development Program using Hyperledger composer
9. Create or Deploy our private Blockchain on Multi chain
10. Prospect of Blockchain



Hyperledger

Agenda

At the end of this session you will be able to:

- Define Hyperledger Blockchain
- Understand Hyperledger Consensus Algorithm
- Explain Hyperledger Iroha
- Identify Hyperledger Components
- Describe Setting up Channels, Policies, and Chaincodes
- List Hyperledger Explorer Components
- Define Hyperledger Composer

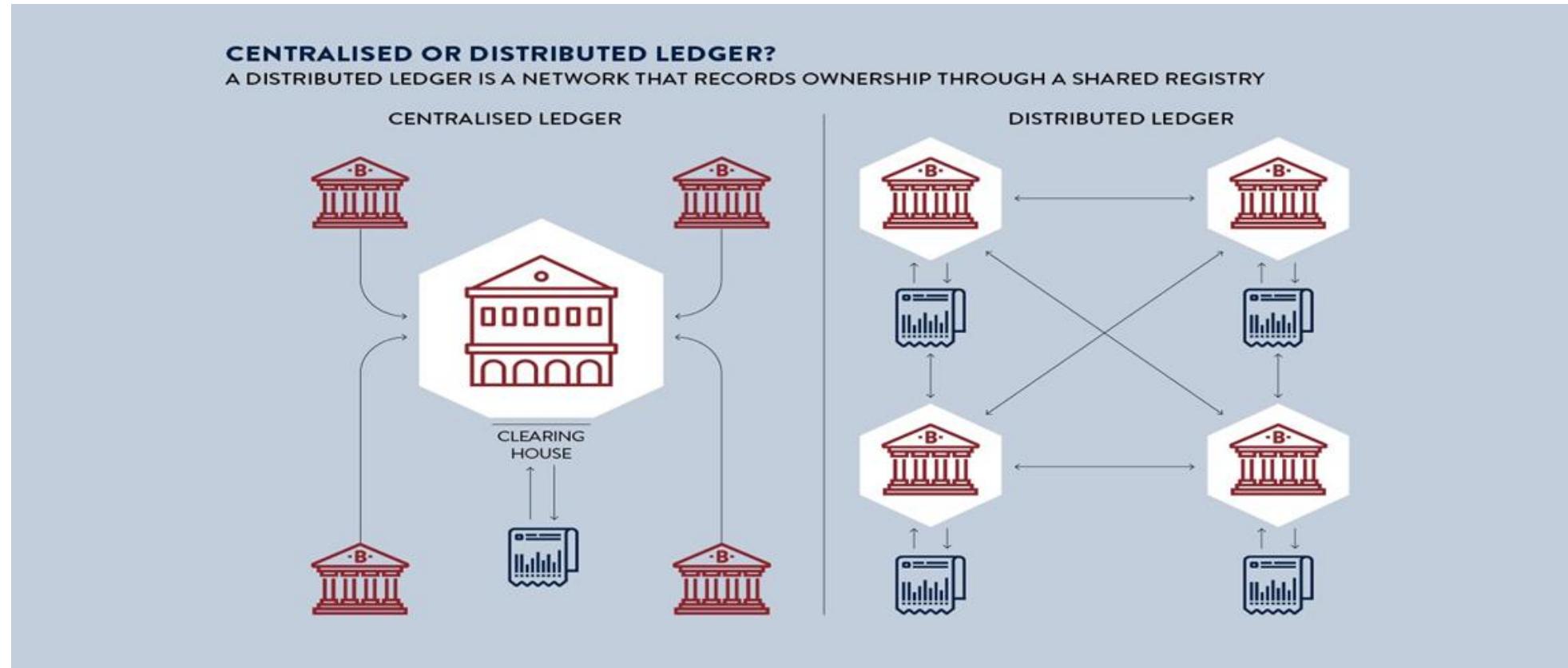
Hyperledger Blockchain

Hyperledger Blockchain



“ Let us know more about Hyperledger Blockchain.”

Business Network- Traditional v/s Blockchain



Business Network - A
traditional view

Business Network - The
blockchain view

Blockchain for business?

It's the mix of a common, unalterable record that streamline business procedures and open new open doors for advancement

Consensus in blockchain is organized between individuals which wipes out expensive dangers and wasteful aspects as resources & change hands all through a business of blockchain

This enterprise-ready blockchain platform makes it easy to activate and manage a secure business network across multiple organizations

Append-only distributed system of record shared across business network

Shared Ledger

Business terms embedded in transaction database & executed with transactions

Ensuring appropriate visibility; transactions are secure, authenticated & verifiable

Privacy

All parties agree to network verified transaction

Broader participation, lower cost, increased efficiency

Smart Contract

Consensus

What is Hyperledger?

IBM on Hyperledger



HYPERLEDGER

On Feb. 2nd 2016,
IBM committed first
44K lines of code on
Github

Hyperledger (or Hyperledger project) is a cross-industry collaborative effort to create blockchain-based open standard for distributed ledgers for globally conducted business transactions. The project has been started by Linux Foundation and backed by technological, financial, banking and supply chain companies worldwide.

The project aims to create an **open-standard, public, decentralised public ledger based on blockchain technology** to advance worldwide business transaction processing in terms of cost-effectiveness, speed and traceability.

Founding members of the initiative represent a diverse group of stakeholders:

- **ABN AMRO**
- **Accenture**
- ANZ Bank
- Blockchain Ltd
- BNY Mellon
- Calastone
- Cisco
- CME Group
- ConsenSys
- Credits
- The Depository Trust & Clearing Corporation (DTCC)
- CLS
- Deutsche Börse Group
- Digital Asset Holdings
- Fujitsu Limited
- Guardtime
- Hitachi
- Wells Fargo
- IBM
- Intel
- IntellectEU
- J.P. Morgan
- Red Hat
- SWIFT
- NEC
- NTT DATA
- R3
- State Street
- Symbiont
- Vmware

Problems with existing Blockchains

Characteristic	Ethereum	Hyperledger Fabric	R3 Corda
Description of platform	<ul style="list-style-type: none"> – Generic blockchain platform 	<ul style="list-style-type: none"> – Modular blockchain platform 	<ul style="list-style-type: none"> – Specialized distributed ledger platform for financial industry
Governance	<ul style="list-style-type: none"> – Ethereum developers 	<ul style="list-style-type: none"> – Linux Foundation 	<ul style="list-style-type: none"> – R3
Mode of operation	<ul style="list-style-type: none"> – Permissionless, public or private⁴ 	<ul style="list-style-type: none"> – Permissioned, private 	<ul style="list-style-type: none"> – Permissioned, private
Consensus	<ul style="list-style-type: none"> – Mining based on proof-of-work (PoW) – Ledger level 	<ul style="list-style-type: none"> – Broad understanding of consensus that allows multiple approaches – Transaction level 	<ul style="list-style-type: none"> – Specific understanding of consensus (i.e., notary nodes) – Transaction level
Smart contracts	<ul style="list-style-type: none"> – Smart contract code (e.g., Solidity) 	<ul style="list-style-type: none"> – Smart contract code (e.g., Go, Java) 	<ul style="list-style-type: none"> – Smart contract code (e.g., Kotlin, Java) – Smart legal contract (legal prose)
Currency	<ul style="list-style-type: none"> – Ether – Tokens via smart contract 	<ul style="list-style-type: none"> – None – Currency and tokens via chaincode 	<ul style="list-style-type: none"> – None

Goals of hyperledger

Hyperledger Goals

Where open source teams build diverse approaches
for business blockchain technology systems



Create enterprise grade, open source, distributed ledger frameworks & code bases to support business transactions



Provide neutral, open, & community-driven infrastructures supported by technical and business governance



Build technical communities to develop blockchain and shared ledger POCs, use cases, field trials and deployments

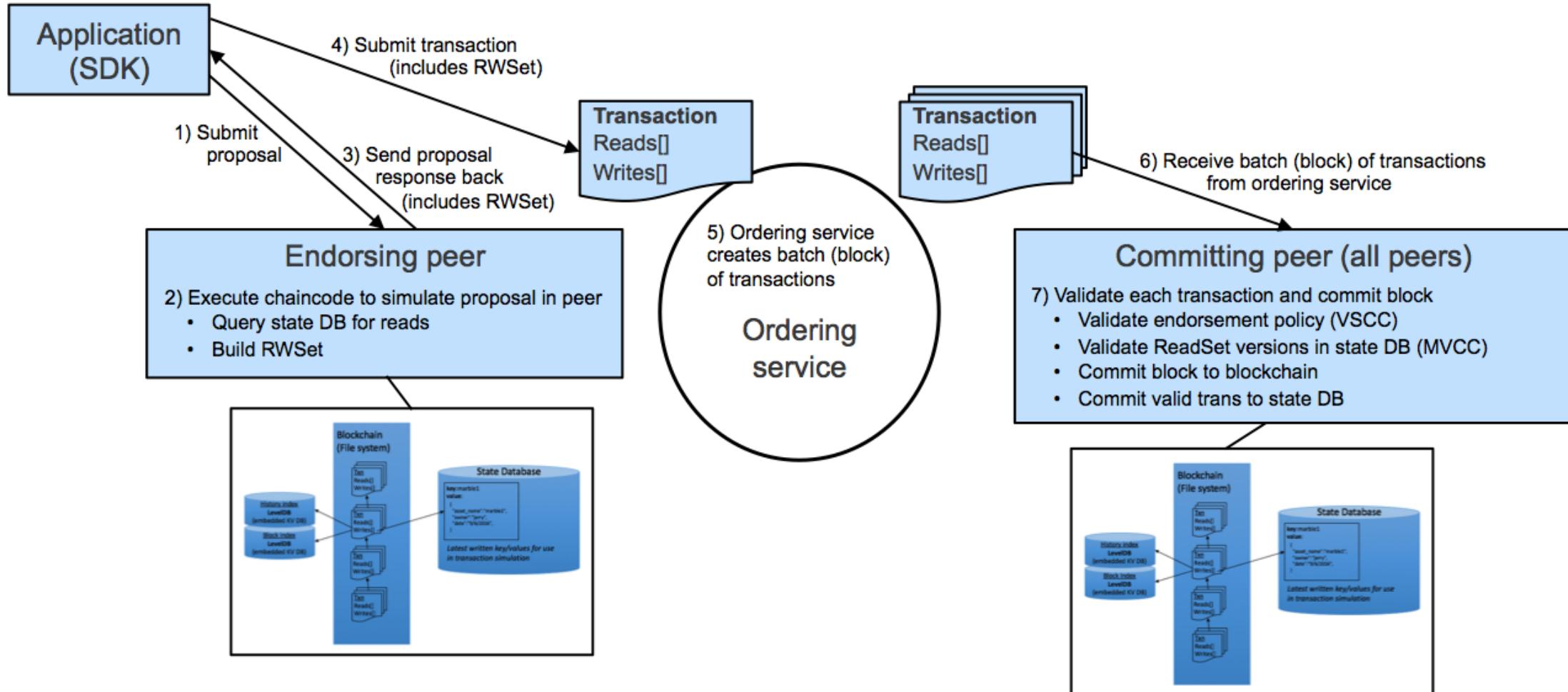


Educate the public about the market opportunity for blockchain technology

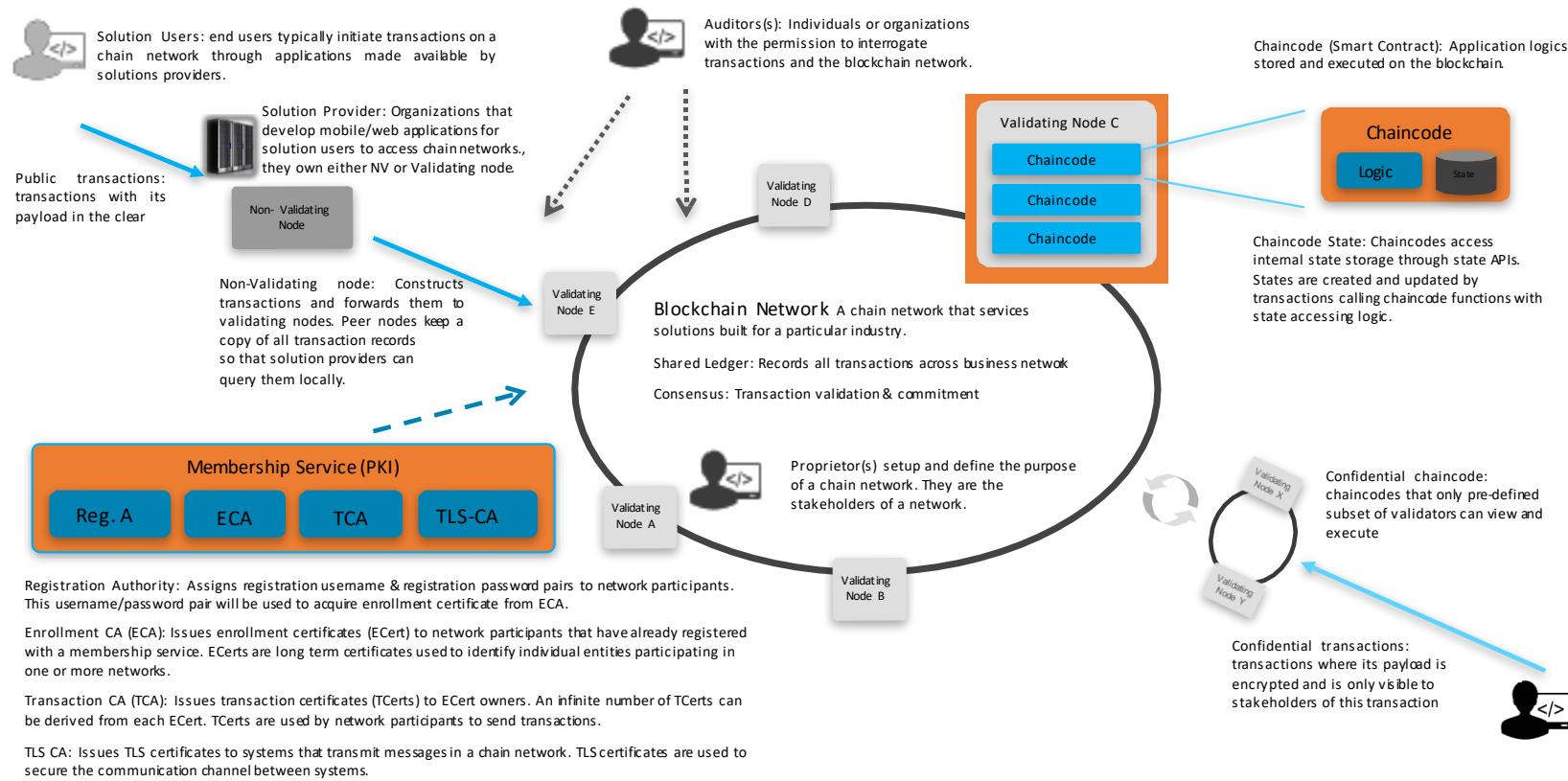


Promote our community of communities taking a toolkit approach with many platforms and frameworks

Hyperledger - How it works



Hyperledger - How it works



The Blockchain Network

Hyperledger Frameworks and tools



Infrastructure

Technical, Legal, Marketing, Organizational

Ecosystems that accelerate
open development and commercial adoption

Cloud Foundry

Node.js

Hyperledger



Open Container
Initiative

Frameworks

Meaningfully differentiated approaches
to business blockchain frameworks
developed by a growing community of
communities

Hyperledger
Indy

Hyperledger
Iroha

Hyperledger
Sawtooth

Hyperledger
Burrow

Tools

Typically built for one framework, and through
common license and community of communities
approach, ported to other frameworks

Hyperledger
Composer

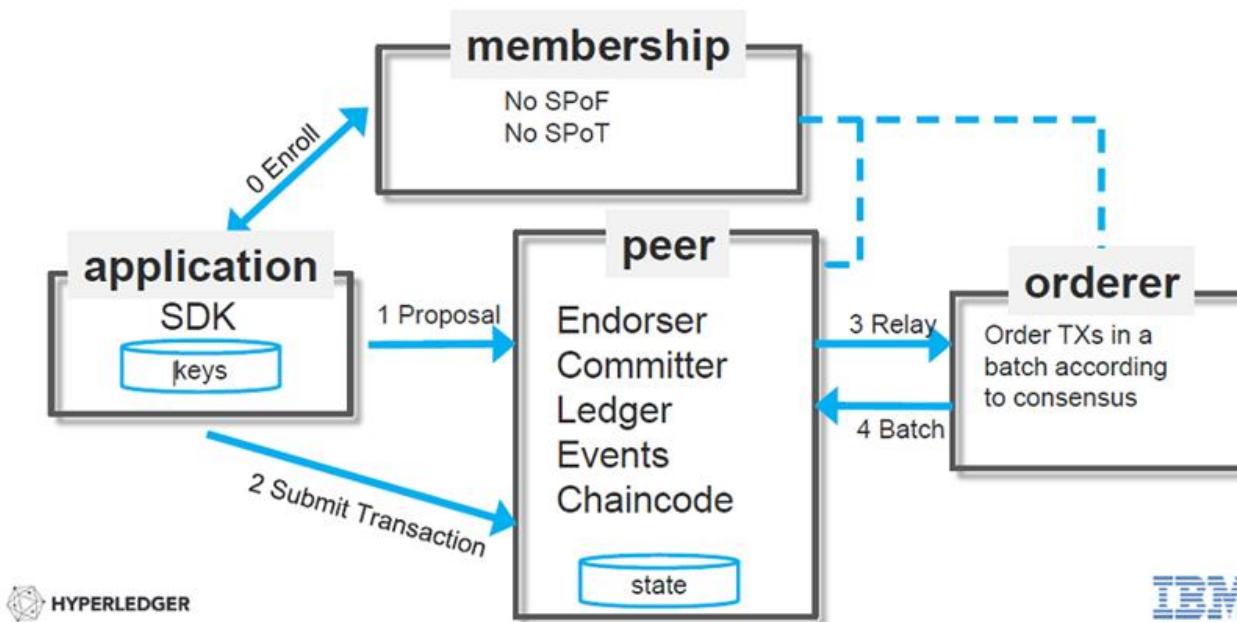
Hyperledger
Explorer

Hyperledger
Cello

Hyperledger Architecture

- Hyperledger reference architecture is aligned in three categories: Membership, Blockchain and Chaincode
- These categories are a logical structure, not a physical depiction of partitioning of components into separate processes, address spaces or (virtual) machines

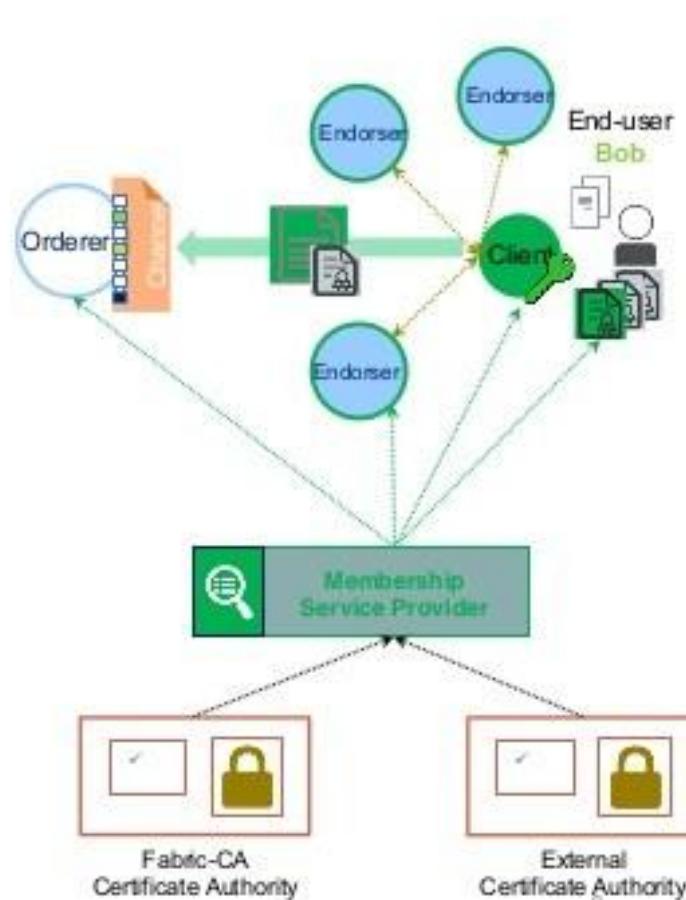
Fabric v1.0 Architecture



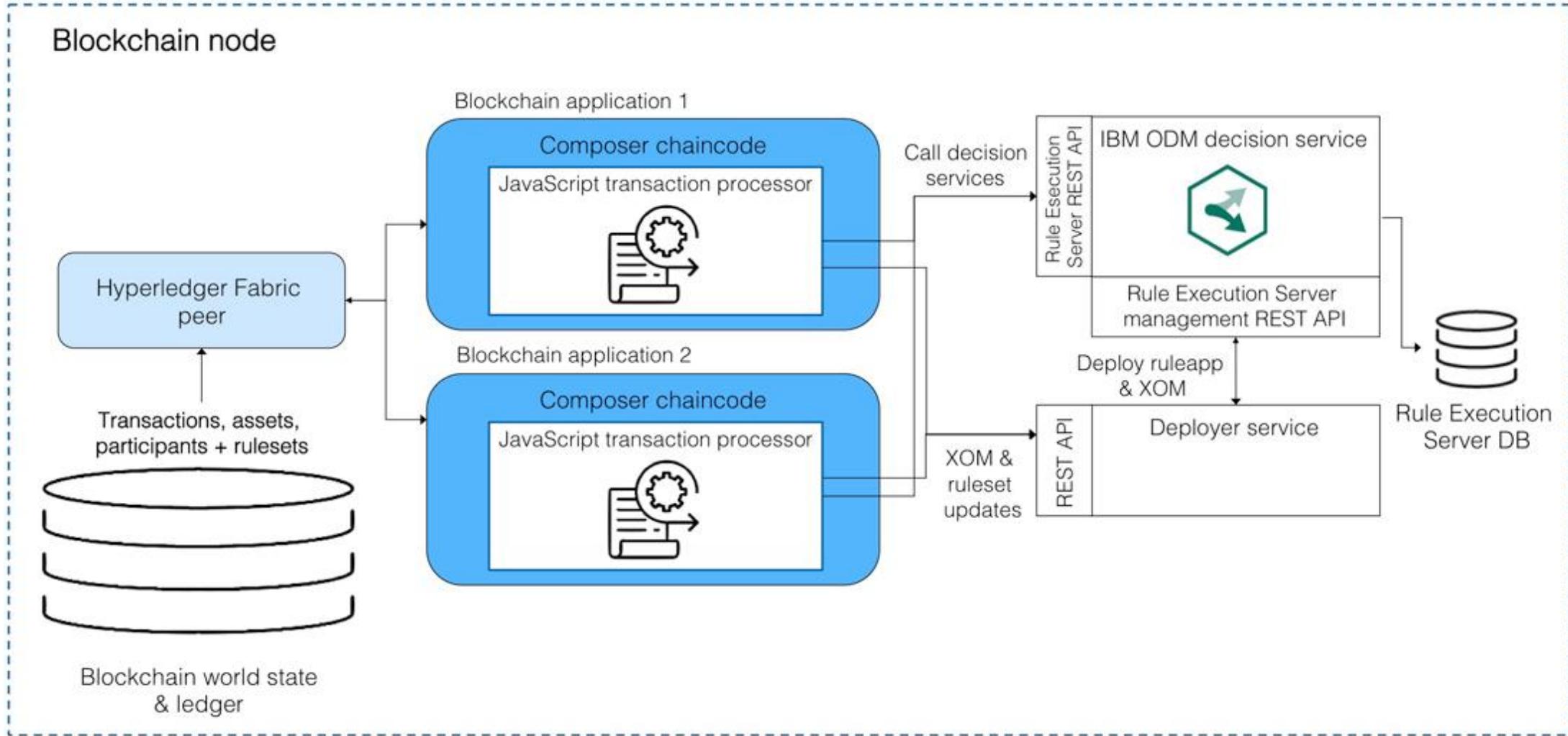
Membership

Membership Service Provider

- An abstraction of identity provider
 - <MSP.id, MSP.sign, MSP.verify, MSP.validateId, MSP.admin>
 - govern application, endorser and orderer identities
- Used as building blocks for access control frameworks
 - at the system level (read/write access on system controls, and channel creation)
 - at the channel level (read/write access),
 - at the chaincode level (Invocation access)
- Represent a consortium or a member



Blockchain



Chaincode

Chaincode is a piece of code that lets you interact with a network's shared ledger

Whenever you invoke a transaction on the network, you are effectively calling a function in a piece of chaincode that reads and writes values to the ledger

Chaincode services uses Docker to host the chaincode

Docker provides a secured, lightweight method to sandbox chaincode execution

The environment is a secured container, along with a set of signed base images containing secure OS and chaincode language, runtime and SDK images for Golang

Additional programming languages can be enabled, if required

Secure Registry Services enables Secured Docker Registry of base Hyperledger images and custom images containing chaincodes

CHAINCODE

Chaincode Services

Secure Container

Secure Registry

Hyperledger Consensus Algorithm

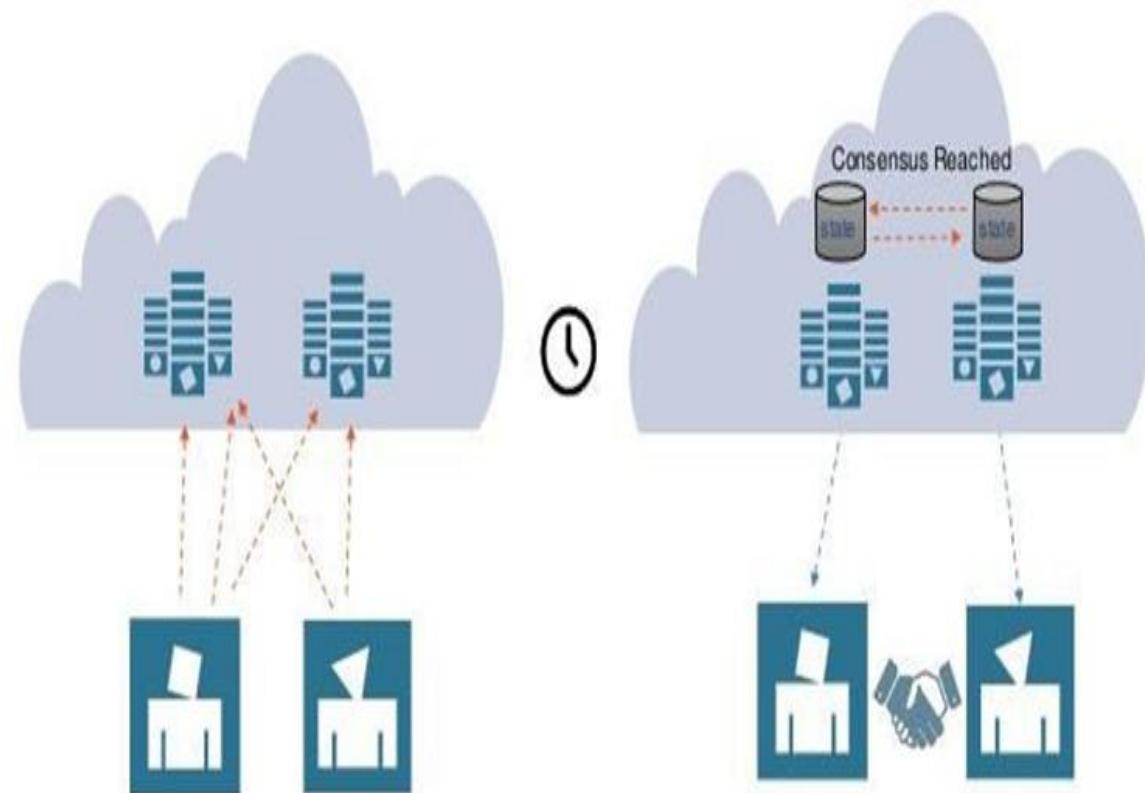
Hyperledger Consensus Algorithm



“ Let us learn about different consensus algorithms for Hyperledger.”

Hyperledger Consensus

- Because different industries and regions may run their own networks, different networks might need to deploy different consensus algorithms to fit their usage scenarios
- Consensus algorithms under the Hyperledger protocol must be pluggable, allowing users to select the consensus algorithm of their choice during deployment.
- The Hyperledger protocol will provide an implementation of Byzantine Fault Tolerance (BFT) in its initial release, using the PBFT protocol

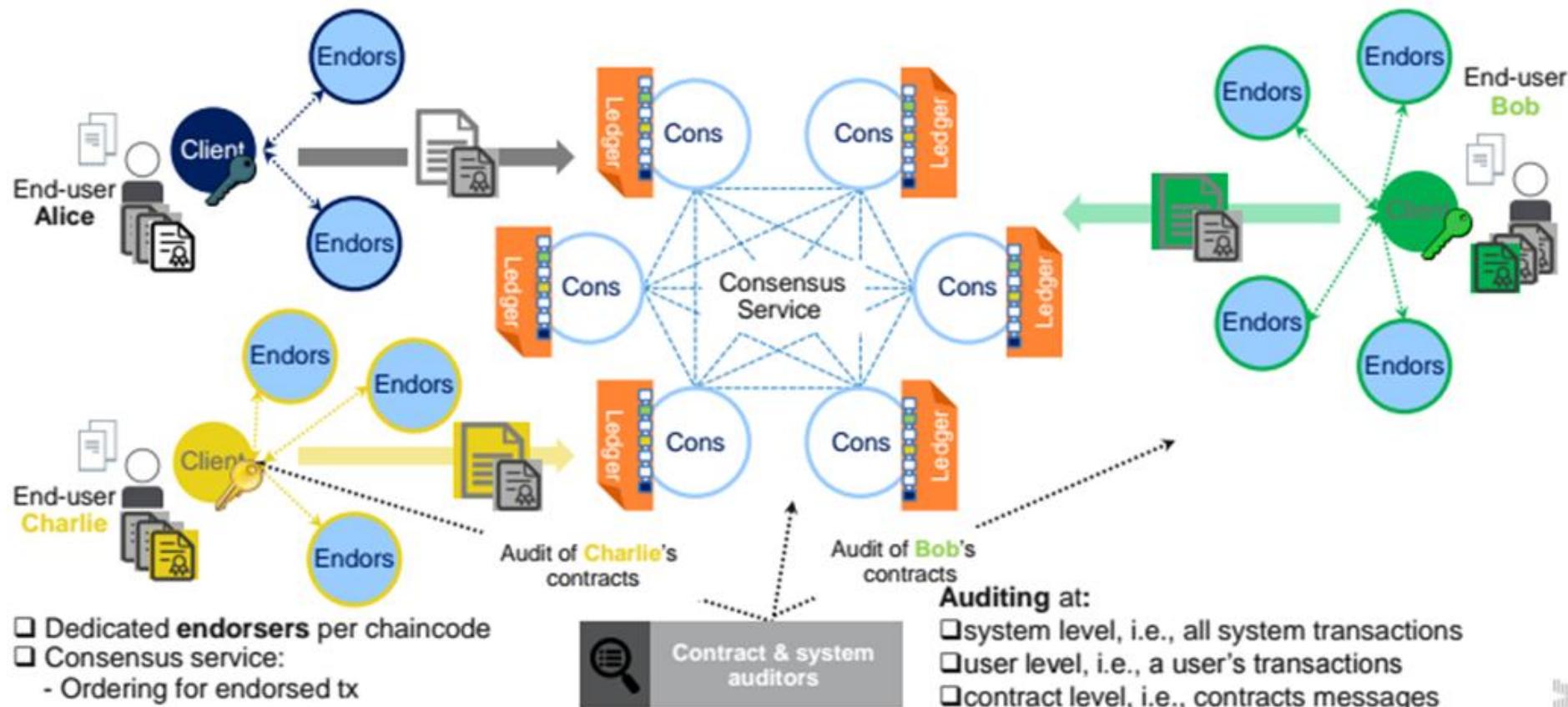


Generalized Hyperledger Consensus process

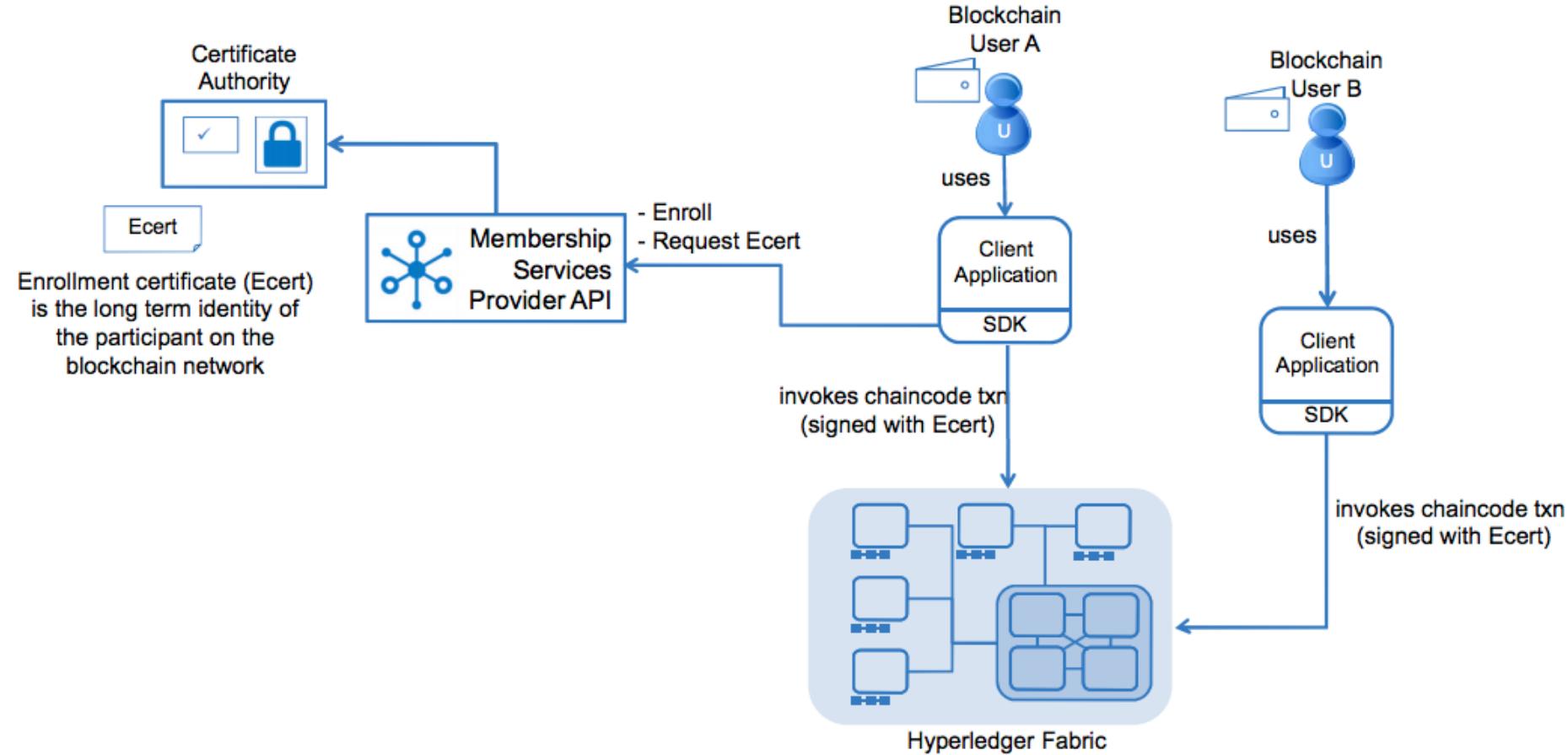


flow

Separating transaction endorsement from consensus



Application Programming Interface



Application Programming Interface

The API has the following categories:

Identity: Enrollment to get certificates or revoke a certificate

Address: Target and source of a transaction

Storage: External store for files or documents

Event: Sub/pub events on blockchain

Transaction: Unit of execution on the ledger

Chaincode: Program running on the ledger

Blockchain: Content of the ledger

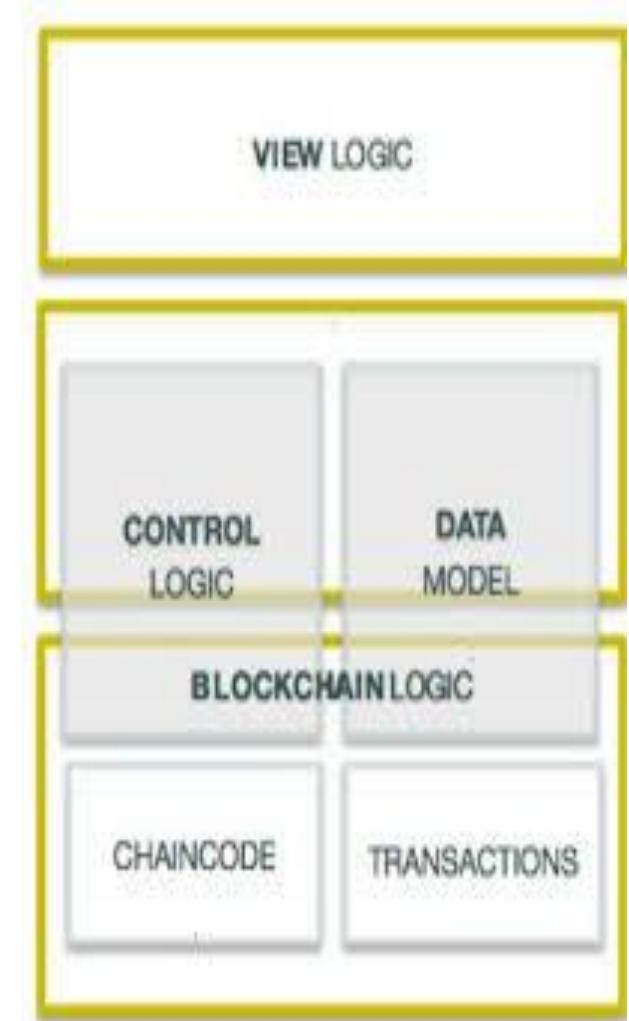
Network: Information about the blockchain network

Application Model

An Hyperledger application follows a MVC-B architecture (Model View Control Blockchain)

- VIEW LOGIC - Mobile or Web UI interacting with control logic
- CONTROL LOGIC-Coordinates between UI, Data Model and Hyperledger
- APIs to drive transitions and chaincode
- DATA MODEL- Application Data Model – manages offchain data, including documents and large files
- Blockchain Logic- Are extensions of the Controller Logic and Data Model into the Blockchain realm. Controller logic is enhanced by chaincode, and the data model is enhanced with transactions on the blockchain.

For example, a PaaS application using Node.js might have a Web frontend user interface or a native mobile app with a backend model provided by a data management service. The control logic may interact with one or more chaincodes to process transactions on the blockchain



Hyperledger Projects and Tools



HYPERLEDGER MODULAR UMBRELLA APPROACH

Infrastructure

Technical, Legal, Marketing,
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Ecosystems that accelerate
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common license and community of communities
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Hyperledger
Composer

Hyperledger
Explorer

Hyperledger
Cello

Hyperledger Iroha

Hyperledger Iroha



“ Hyperledger Iroha features a simple construction.
Let’s have a look at the Hyperledger Iroha . ”

Hyperledger Iroha

The name Iroha is "the basics" , "ABCs" or "the most basic element of all"

- “
 - Hyperledger Iroha features a simple construction; modern, domain-driven C++ design, emphasis on mobile application development and a new, chain-based Byzantine Fault Tolerant consensus algorithm, called Sumeragi.
 - Iroha is a distributed ledger project that was designed to be simple and easy to incorporate into infra- structural projects requiring distributed ledger technology”

The goals of Iroha are to:

- Provide an environment for C++ developers to contribute to Hyperledger
- Provide infrastructure for mobile and web application support
- Provide a framework to experiment with new APIs and consensus algorithms that could potentially be incorporated into Fabric in the future.

Why hyperledger Iroha?

“

Currently, the Hyperledger Project lacks an infrastructure project written in C++, thus limiting the potential developers who can contribute

”

Iroha most important features:

- Creation and management of custom complex assets, such as currencies or indivisible rights, serial numbers, patents, etc.
- Management of user accounts
- Taxonomy of accounts based on domains — or sub-ledgers in the system
- The system of rights and verification of user permissions for the execution of transactions and queries in the system
- Validation of business rules for transactions and queries in the systemNew,
chain-based Byzantine fault tolerant consensus algorithm, called Sumeragi

Sawtooth Lake

Sawtooth makes it easy to develop and deploy an application by providing a clear separation between the application level and the core system level. Sawtooth provides smart contract abstraction that allows application developers to write contract logic in a language of their choice.

It is written in Python and designed for use cases in many fields from IoT to Financials

Sawtooth is built to solve the challenges of permissioned (private) networks. Clusters of Sawtooth nodes can be easily deployed with separate permissioning.

Pluggable consensus algorithms

Most blockchains have three elements: A shared record of the current state of the blockchain, A way of inputting new data A way of agreeing on that data

Sawtooth Lake merges the first two into a single process they call a transaction family

Why Sawtooth Lake different?

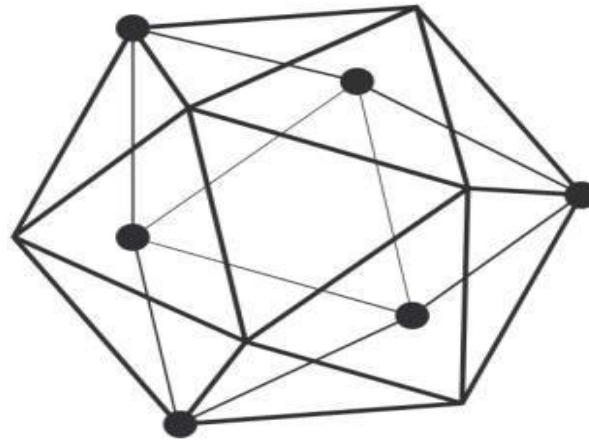
Keeps distributed ledgers distributed.

Sawtooth users are able to define their own custom “transaction family” with data models and transaction languages tailored to their use case

Hyperledger Sawtooth supports creating and broadcasting events. This allows applications to:

- Subscribe to events that occur related to the blockchain, such as a new block being committed or switching to a new fork. Subscribe to application specific events defined by a transaction family. Relay information about the execution of a transaction back to clients without storing that data in state.

Tools in hyperledger



Hyperledger Cello

Hyperledger Cello aims to bring the on-demand “as-a-service” deployment model to the blockchain ecosystem to reduce the effort required for creating, managing and terminating blockchains

Hyperledger Composer

Hyperledger Composer is a collaboration tool for building blockchain business networks, accelerating the development of smart contracts and their deployment across a distributed ledger.

Hyperledger Explorer

Hyperledger Explorer can view, invoke, deploy or query blocks, transactions and associated data, network information, chain codes and transaction families as well as any other relevant information stored in the ledger

Hyperledger Cello

“

Hyperledger Cello is a blockchain provision and operation system, which helps manage blockchain networks

”

Using Cello, everyone can easily:

- Hyperledger Cello is a blockchain module toolkit and one of the Hyperledger projects hosted by The Linux Foundation.
- Hyperledger Cello aims to bring the on-demand “as-a-service” deployment model to the blockchain ecosystem to reduce the effort required for creating, managing and terminating blockchains.
- Maintain a pool of running blockchain networks on top of baremetals, Virtual Clouds (e.g., virtual machines, vsphere Clouds), Container clusters (e.g., Docker, Swarm, Kubernetes).
- It helps to Check the system status, adjust the chain numbers, scale resources... through dashboards

Main Features of Cello

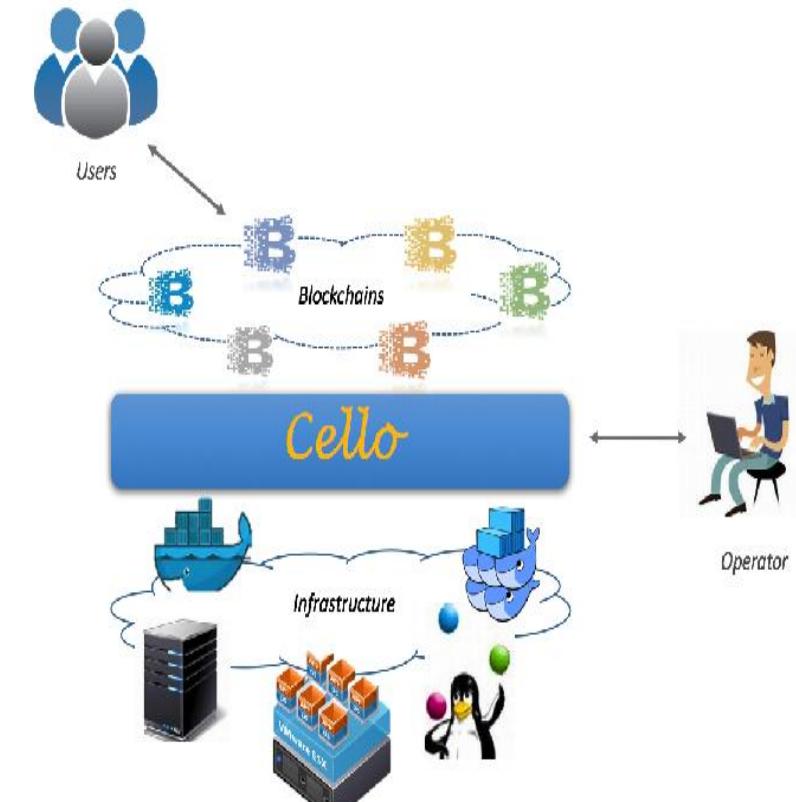
Manage the lifecycle of blockchains, e.g.,
create/start/stop/delete/keep health automatically

Support customized (e.g., size, consensus) blockchains request,
currently we mainly support Hyperledger fabric

Support native Docker host, swarm or Kubernetes as the worker
nodes. More supports on the way

Support heterogeneous architecture, e.g., X86, POWER, and Z,
from bare-metal servers to virtual machines

Extend with monitor, log, health and analytics features
by employing additional components



Hyperledger Explorer

Hyperledger Blockchain Explorer is a blockchain module designed to create a user-friendly Web application

It was initially contributed by IBM .

Designed to create a user-friendly Web application, Hyperledger Blockchain Explorer can view, invoke, deploy or query blocks, transactions and associated data, network information (name, status, list of nodes), chain codes and transaction families, as well as any other relevant information stored in the ledger.

Hyperledger fabric

- “
- Hyperledger's first incubation project, Fabric, is a permissioned blockchain platform
 - Hyperledger fabric was implemented in Go programming language
 - It is made for enabling consortium blockchains with different degrees of permissions
 - Hyperledger Fabric is a platform for distributed ledger solutions underpinned by a modular architecture delivering high degrees of confidentiality, resiliency, flexibility and scalability
- ”

Key Features

- Channels for sharing confidential information
- Ordering Service delivers transactions consistently to peers in the network
- Endorsement policies for transactions
- CouchDB world state supports wide range of queries
- Bring-your-own Membership Service Provider (MSP)

Hyperledger Fabric Capabilities

Identity management

Privacy and confidentiality

Efficient processing

Chaincode functionality

Modular design

Fabric issues transactions with derived certificates that are unlinkable to the owning participant, thereby offering anonymity on the network.

The content of each transaction is encrypted to ensure only the intended participants can see the content

Hyperledger Components

Hyperledger Components



“ Let's have a look at the Hyperledger Components.”

Peer

A Peer is a node on the network maintaining state of the

ledger and managing chaincodes

- Any number of Peers may participate in a network
- A Peer can be an endorser, committer and/or submitter

(submitter has not been implemented). An endorser is always

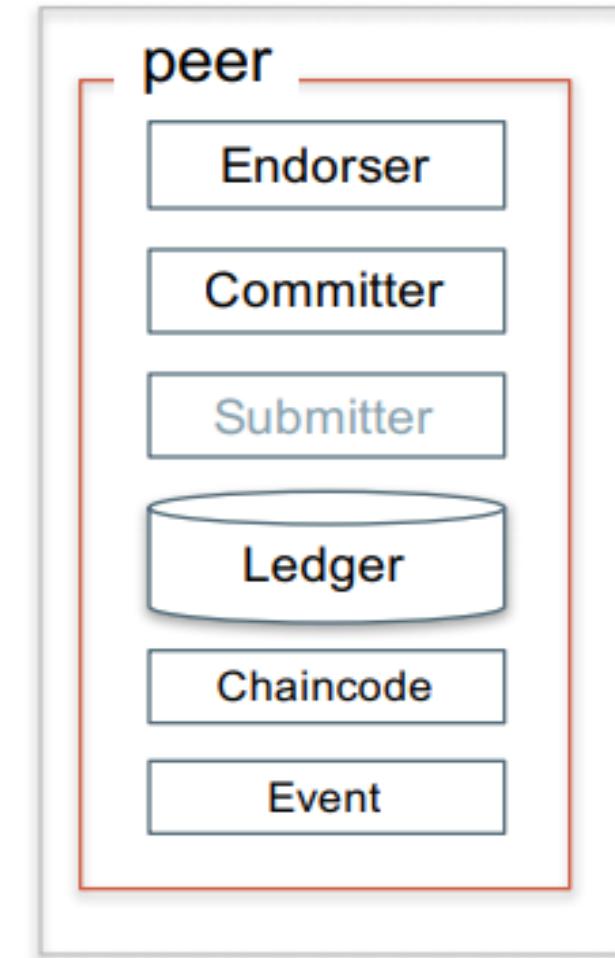
a committer

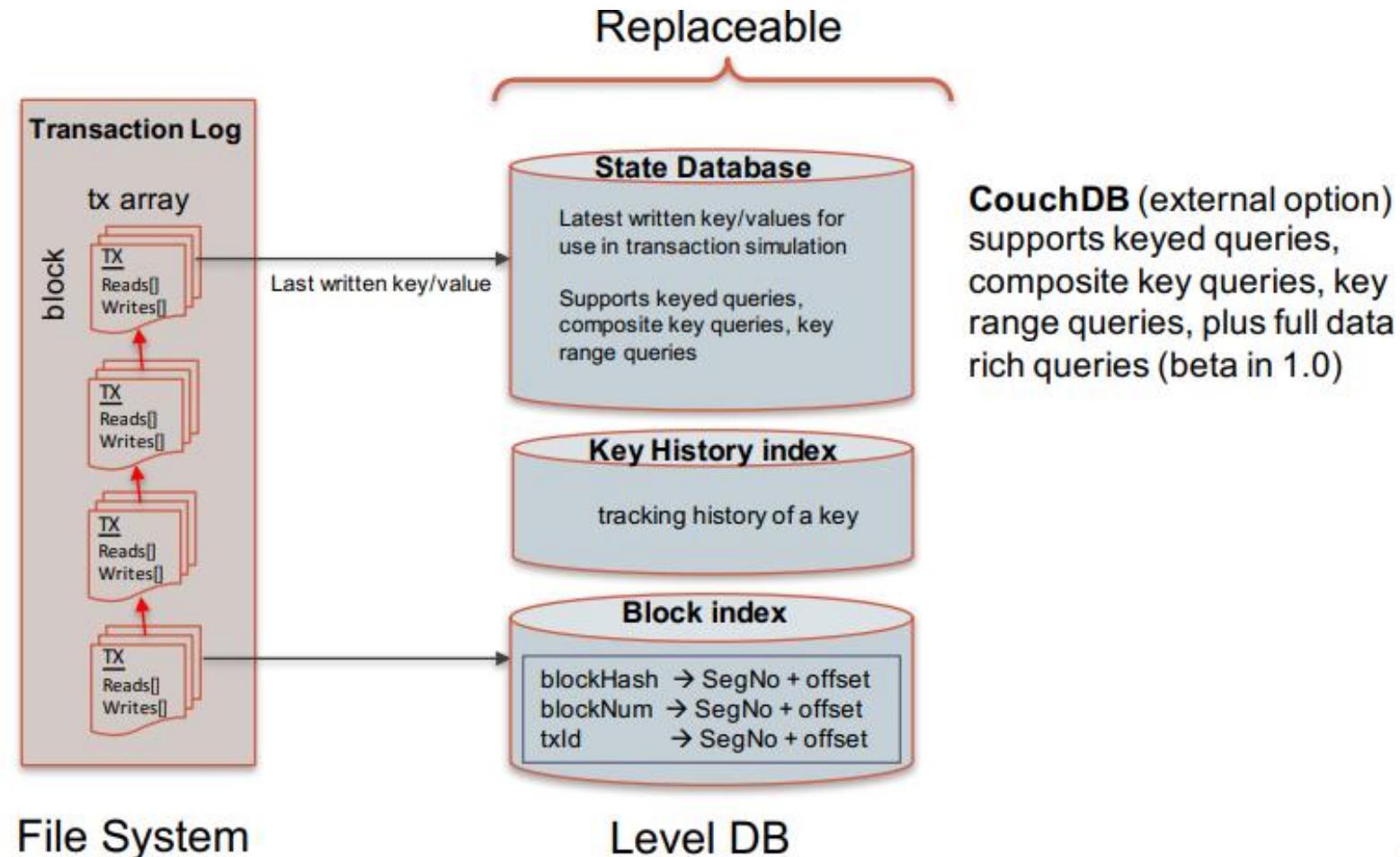
– An endorser executes and endorses transactions

– A committer verifies endorsements and validates transaction results

- A Peer manages event hub and deliver events to the subscribers

- Peers form a peer-to-peer gossip network





Channel

A data partitioning mechanism to control transaction visibility only to stakeholders

Consensus takes place within a channel by members of the channel

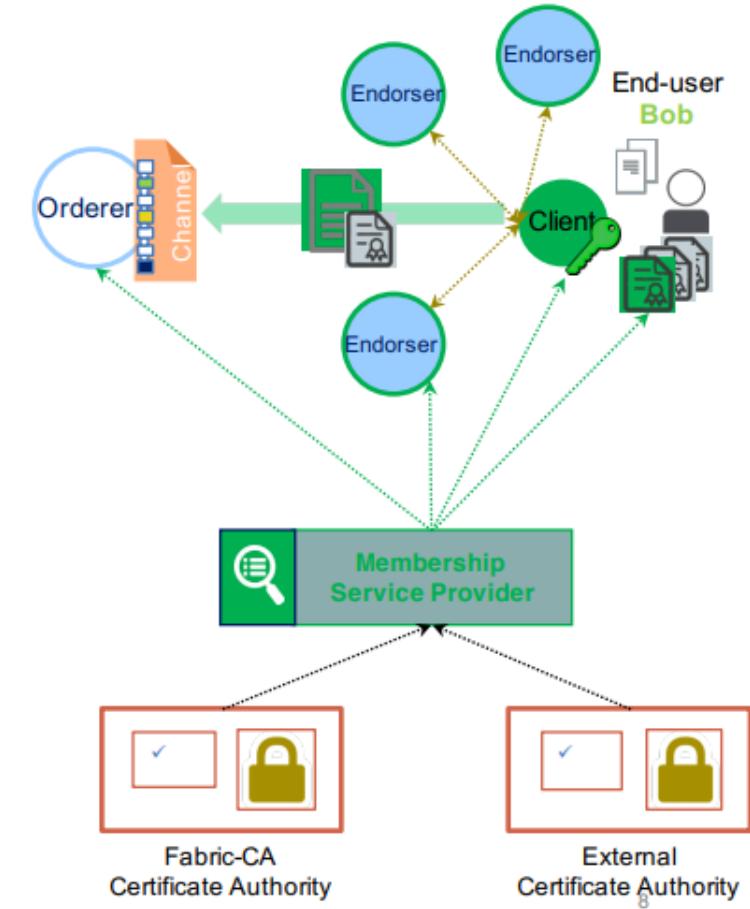
- Other members on the network are not allowed to access the channel and will not see transactions on the channel

A chaincode may be deployed on multiple channels, each instance is isolated within its channel

- A chaincode may query another chaincode in other channel (ACL applied)

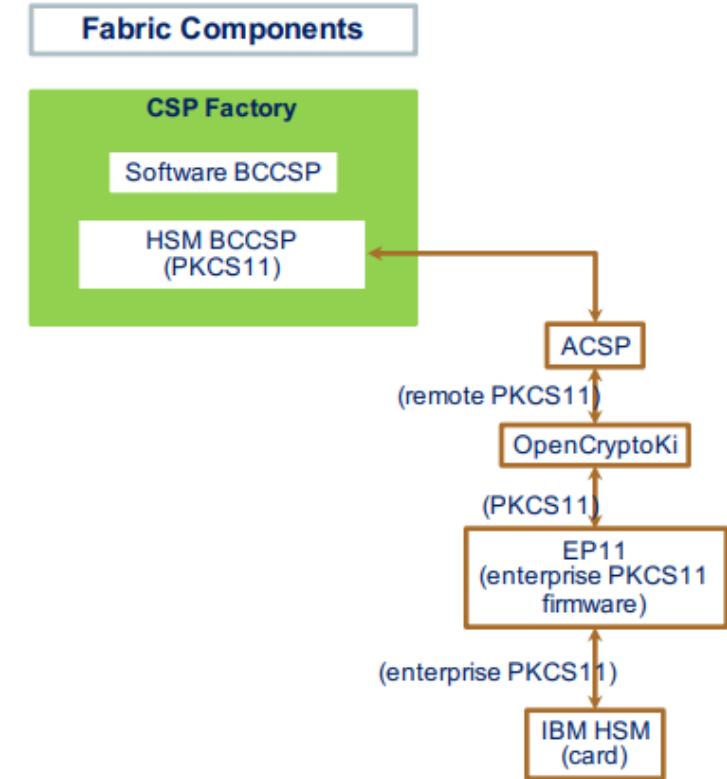
Membership Service Provider

- An abstraction of identity provider
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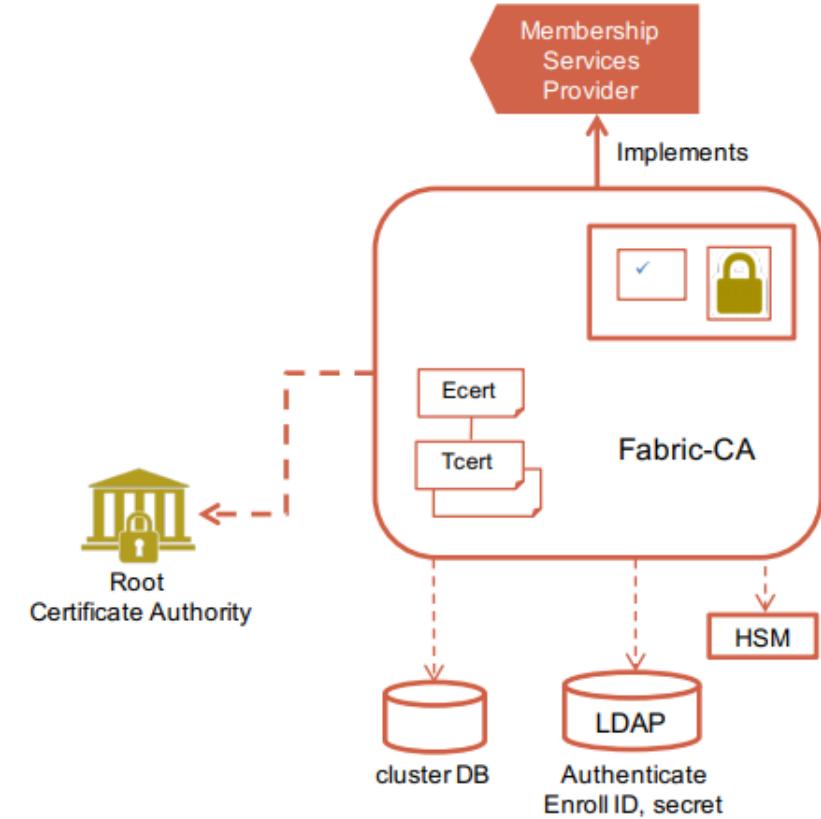
Crypto Service Provider

- CSP abstracts crypto standards (software and hardware) to enable plugging in different implementation
 - Alternate implementations of crypto interface can be used within the Fabric code, without modifying the core
- Support for Multiple CSPs
 - Easy addition of more types of CSPs, e.g., of different HSM types
 - Enable the use of different CSP on different system components transparently



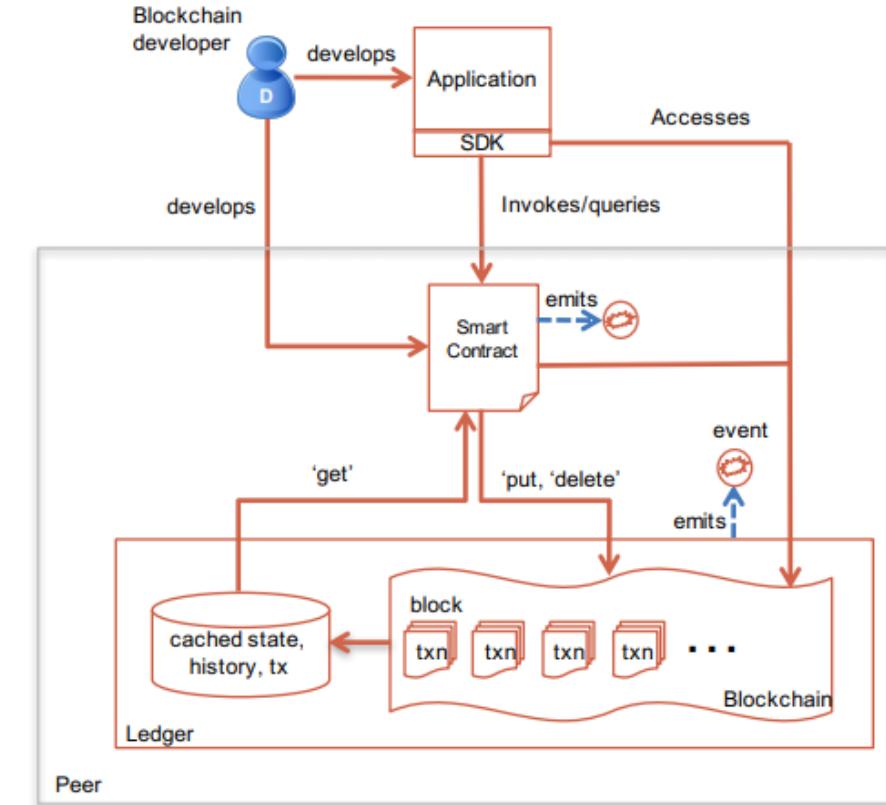
Fabric-CA

- Default implementation of the Membership Services Provider Interface.
- Issues Ecerts (long-term identity) and Tcerts (disposable certificate)
- Supports clustering for HA characteristics
- Supports LDAP for user authentication
- Supports HSM



Overview of Application Flow

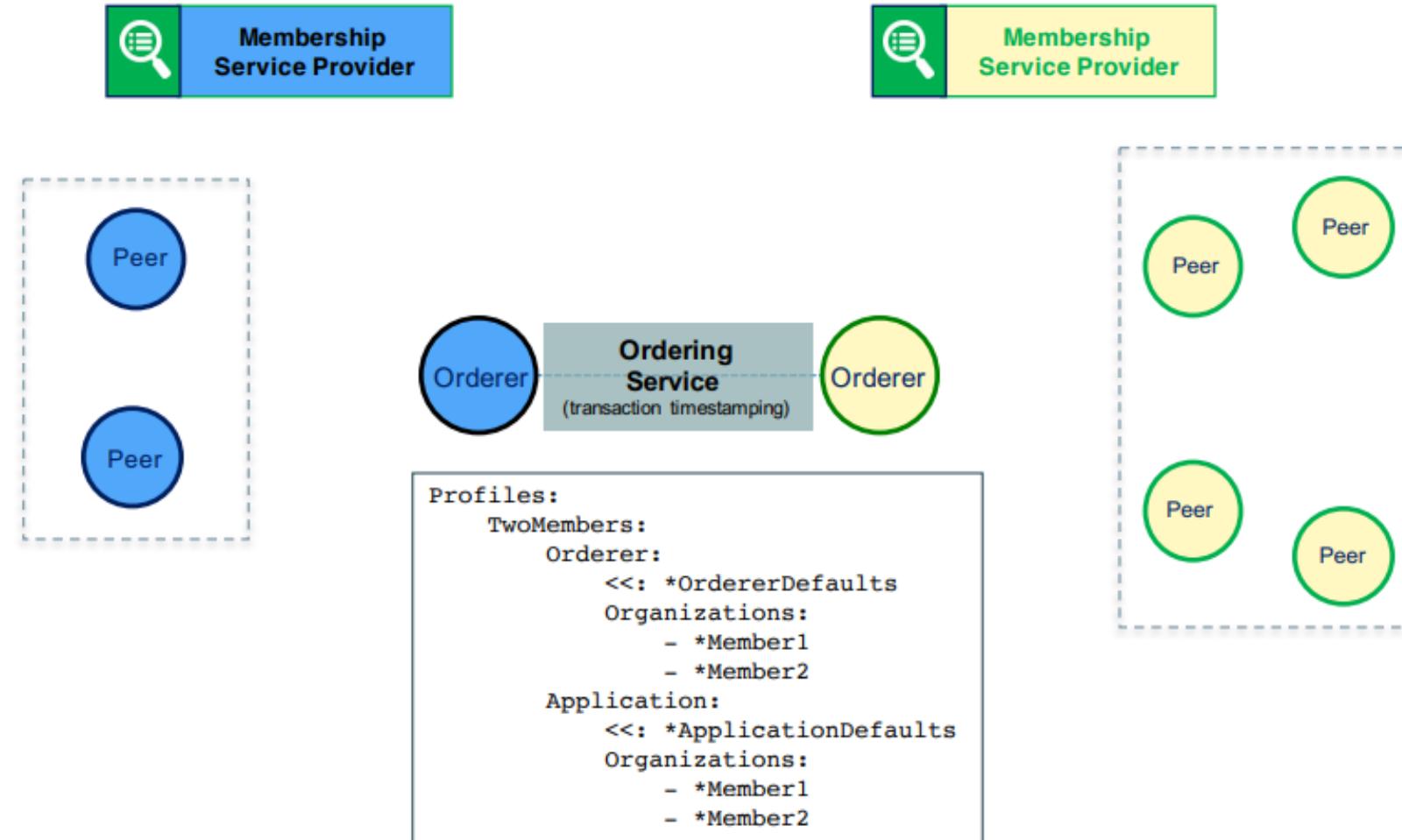
- Developers create application and smart contracts (chaincodes)
 - Chaincodes are deployed on the network and control the state of the ledger
 - Application handles user interface and submits transactions to the network which call chaincodes
- Network emits events on block of transactions allowing applications to integrate with other systems



Bootstrapping a Network

- Decide on members (MSPs) controlling the ordering service
 - Set up MSP configuration for each member (root certs, signing certs, key, admins)
 - Set up policies governing the network (who has privilege to modify config and create channels)
 - Start up orders with the configuration
- Each member decides on the number of peers to participate
 - For each peer, issue peer identity (local MSP configuration) and start it up
- At this point, we have a network of peers and orderers
 - Peers are not yet connected to orderers nor to each other

Two-Member Network



Setting up Channels, Policies, and Chaincodes

Setting up Channels, Policies, and Chaincodes



“

Let's have a look at the business network, and
how many more channels are required?

”

Setting up Channels, Policies, and Chaincodes



- Depending on the business network, 1 or more channels may be required
- To create a channel, send a configuration transaction to the ordering service specifying members of the channel, ACL policies, anchor peers
 - The configuration becomes part of the genesis block of the channel
 - Then notify members to join the channel (a peer may join multiple channels)

”

- **Deploy chaincodes on the channel with appropriate endorsement policy**
- **Now the network is ready for transacting**

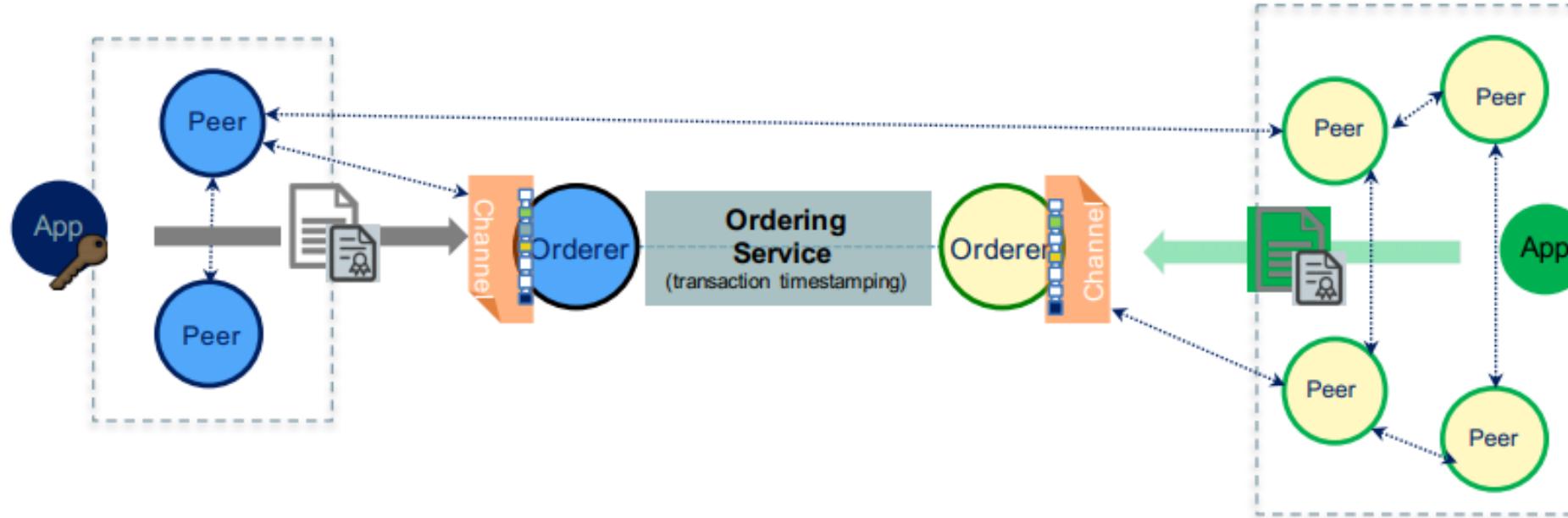
Consensus = Transaction Endorsement + Ordering + Validation

- Endorsement: Each stakeholder decides whether to accept or reject a transaction
- Ordering: Sort all transactions within a period into a block to be committed in that order
- Validation: Verify transaction endorsement satisfied the policy and transaction transformation is valid according to multiversion concurrency control (MVCC)

Transaction Endorsement

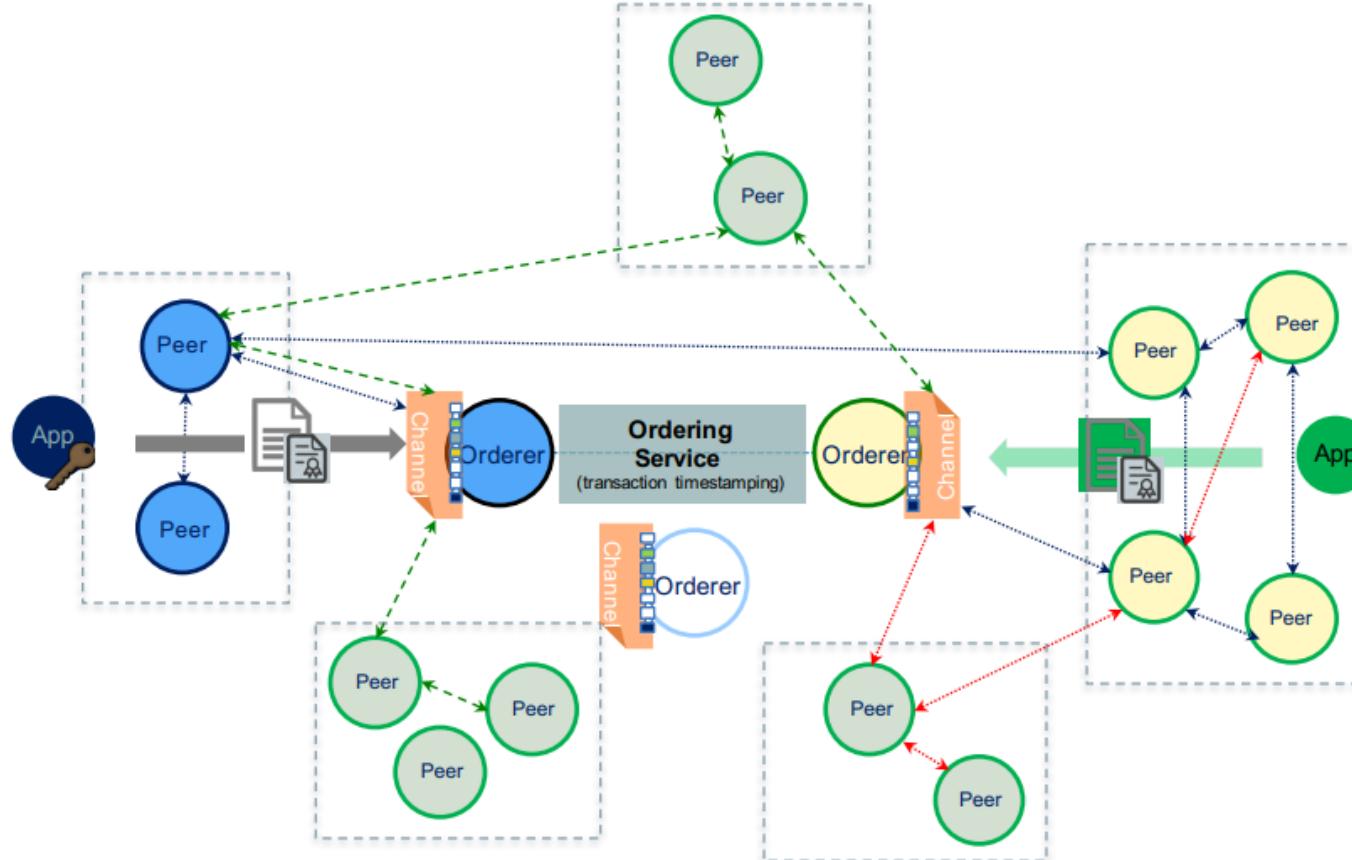
- An endorsement is a signed response of the result of a transaction execution
- An endorsement policy encapsulates the requirement for a transaction to be accepted by the stakeholders, either explicit or implicit
 - A signature from both member1 and member2
 - Either a signature from both member1 and member2 or a signature from member3
 - A signature from John Doe
- The endorsement policy is specified during a chaincode instantiation on a channel; each channel-chaincode may have different endorsement policy

Two-Member Network with A Channel

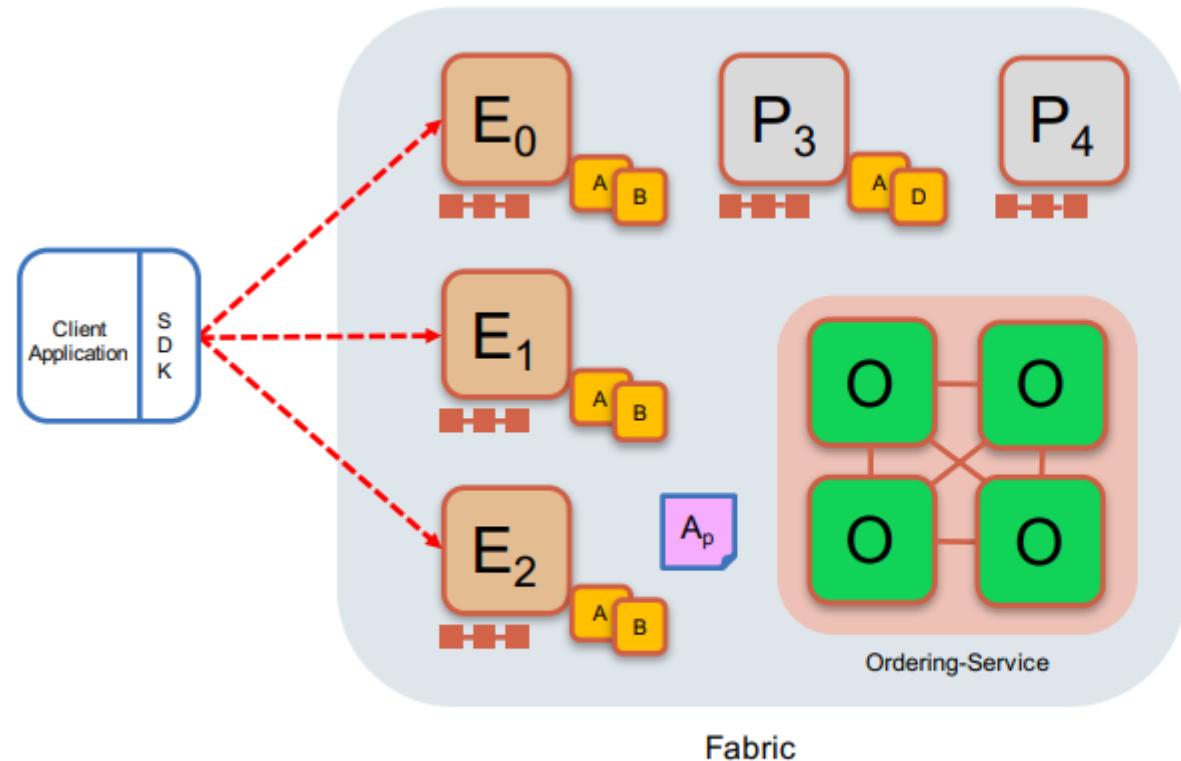


What if we want to add more members ?

N-Member Network with Multichannel



Sample transaction: Step 1/7 – Propose transaction



Application proposes transaction

Endorsement policy:

- “E₀, E₁ and E₂ must sign”
- (P₃, P₄ are not part of the policy)

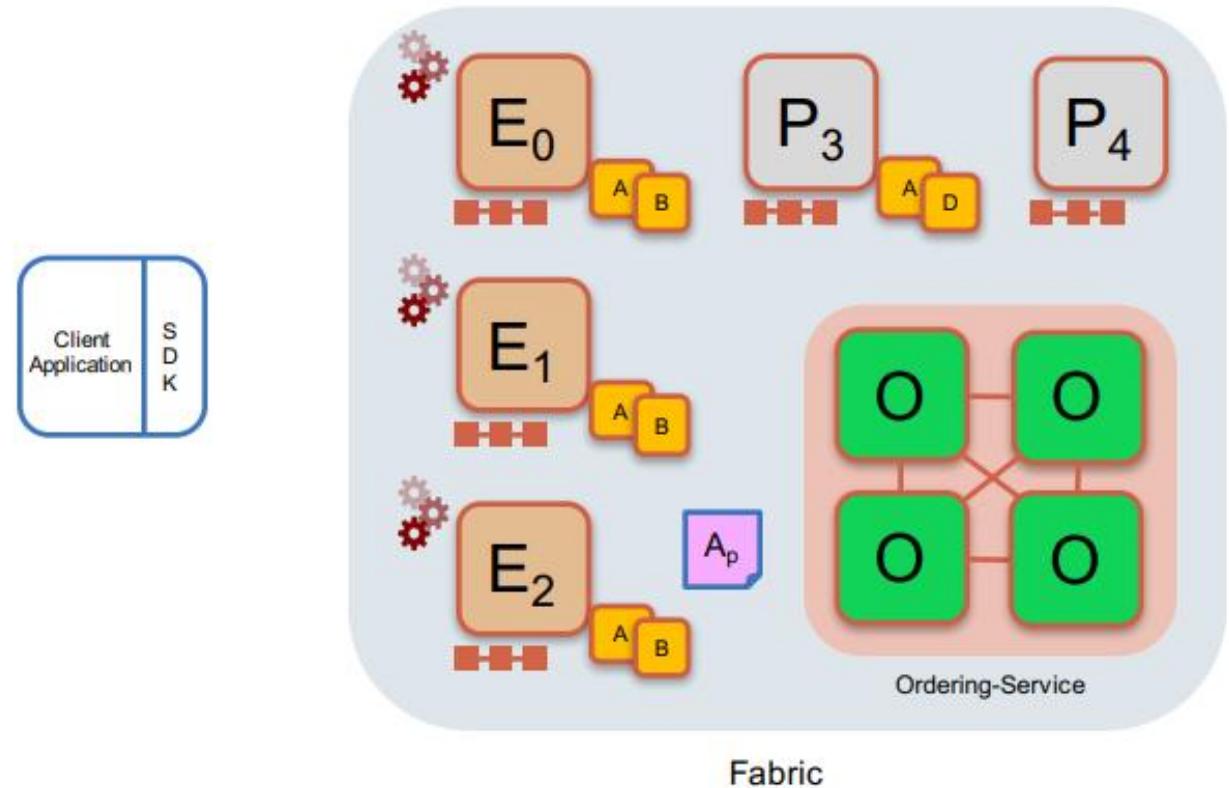
Client application submits a transaction proposal for **chaincode A**. It must target the required peers {E₀, E₁, E₂}

Key:

Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

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Sample transaction: Step 2/7 – Execute proposals



Endorsers Execute Proposals

E₀, E₁ & E₂ will each execute the *proposed* transaction. None of these executions will update the ledger

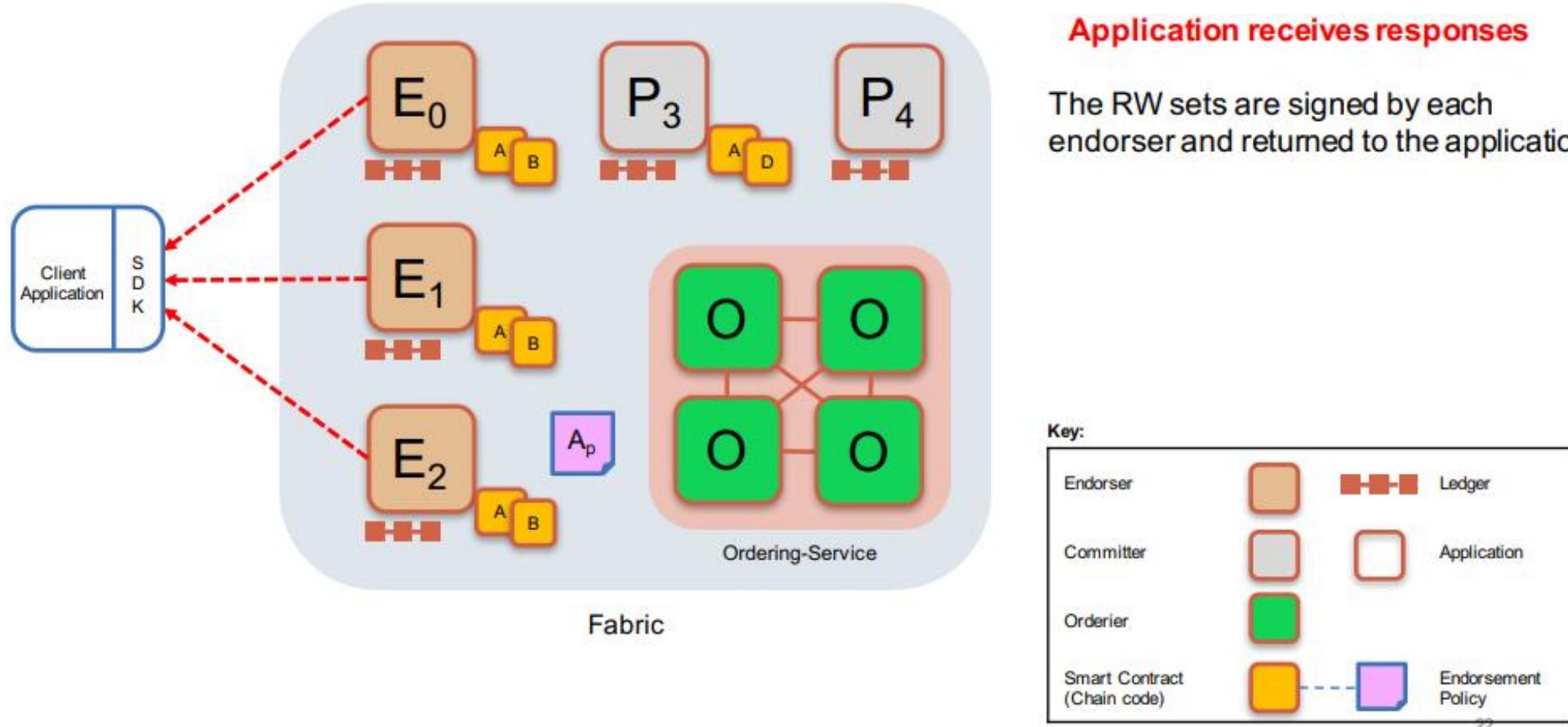
Each execution will capture the set of **R**ead and **W**ritten data, called **RW sets**, which will now flow in the fabric.

Key:

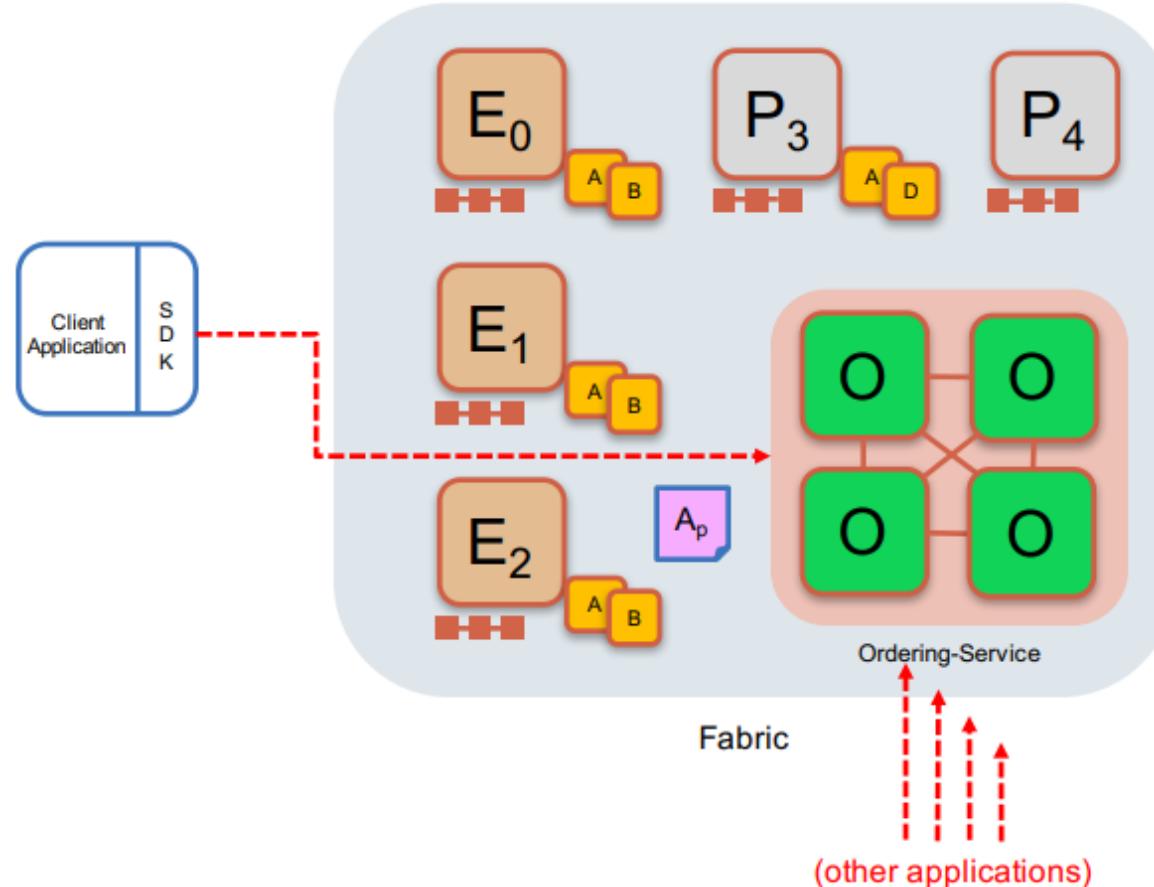
Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

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Sample transaction: Step 3/7 – Proposal Response



Sample transaction: Step 4/7 – Order Transaction



Application submits responses for ordering

Application submits responses as a **transaction** to be ordered.

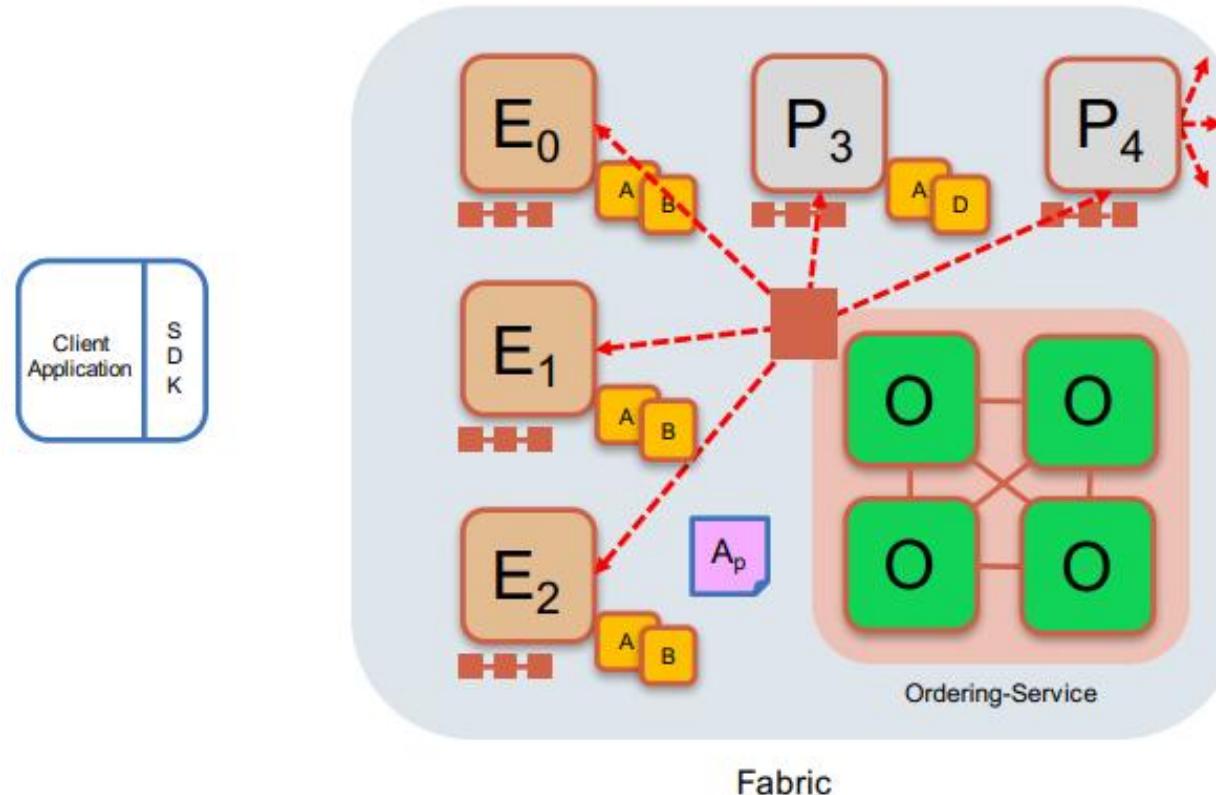
Ordering happens across the fabric in parallel with transactions submitted by other applications

Key:

Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

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Sample transaction: Step 5/7 – Deliver Transaction



Orderer delivers to all committing peers

Ordering service collects transactions into blocks for distribution to committing peers. Peers can deliver to other peers using gossip (not shown)

Different ordering algorithms available:

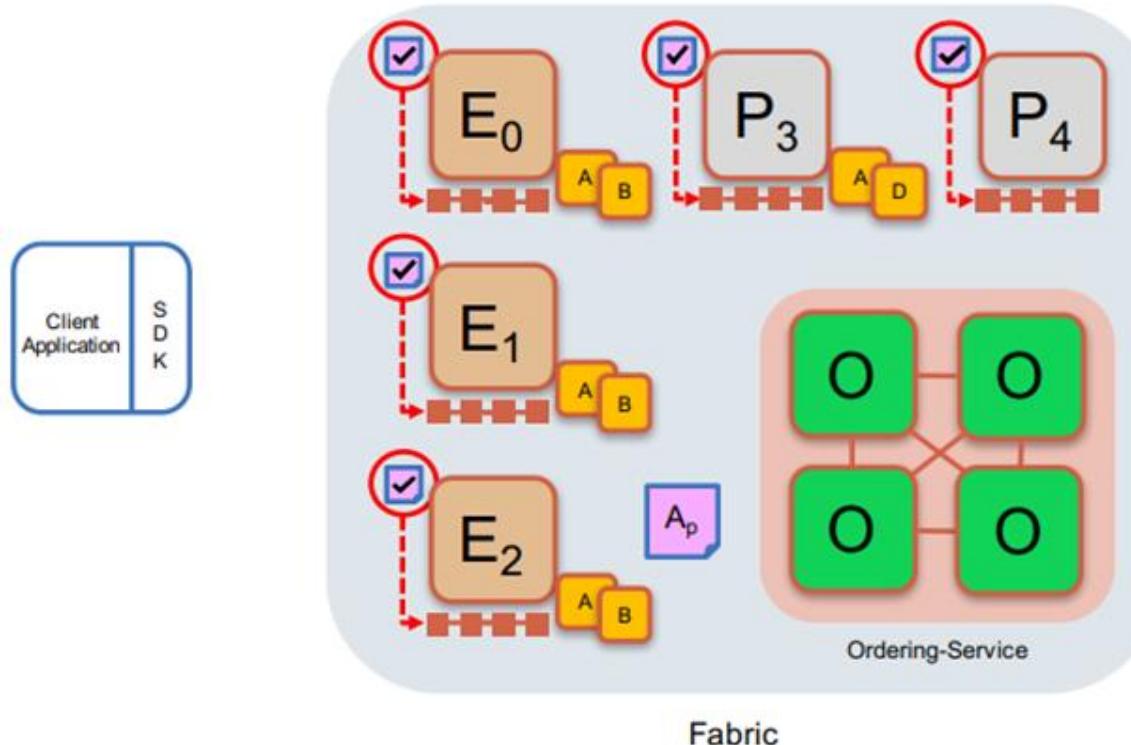
- SOLO (single node, development)
- Kafka (blocks map to topics)
- SBFT (tolerates faulty peers, future)

Key:

Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

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Sample transaction: Step 6/7 – Validate Transaction



Committing peers validate transactions

Every committing peer validates against the endorsement policy. Also check RW sets are still valid for the current state

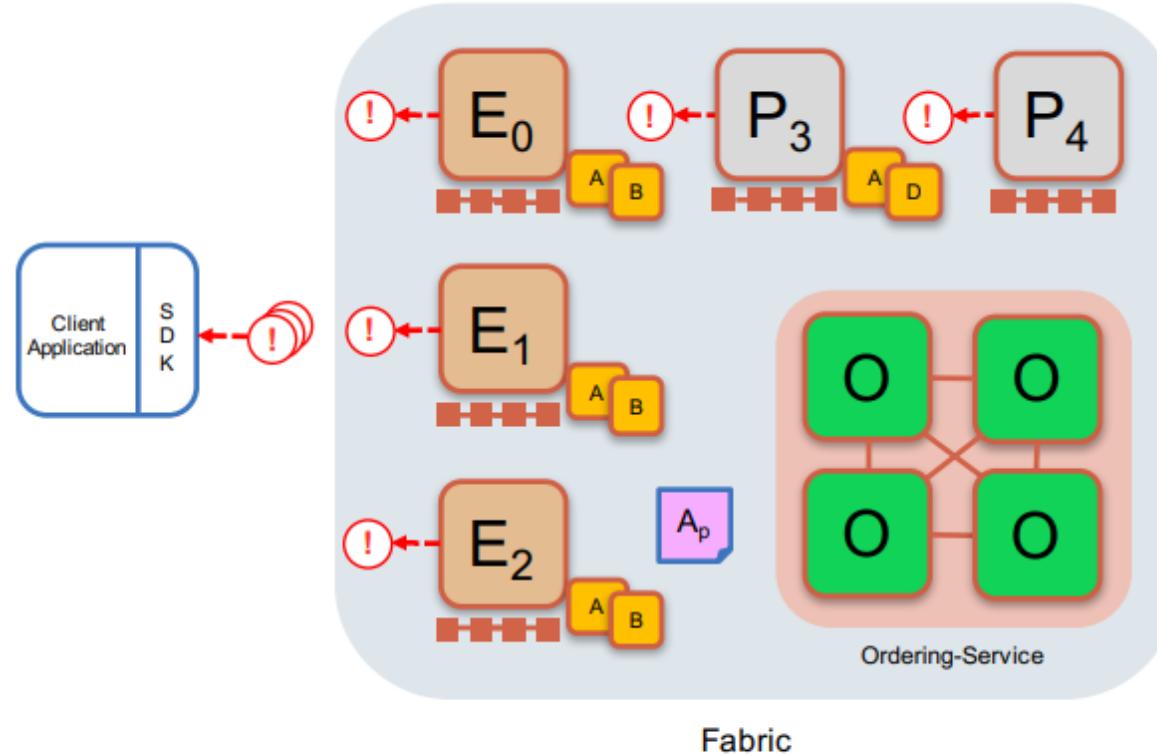
Transactions are written to the ledger and update caching DBs with validated transactions

Key:

Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

20

Sample transaction: Step 7/7 – Notify Transaction



Committing peers notify applications

Applications can register to be notified when transactions succeed or fail, and when blocks are added to the ledger

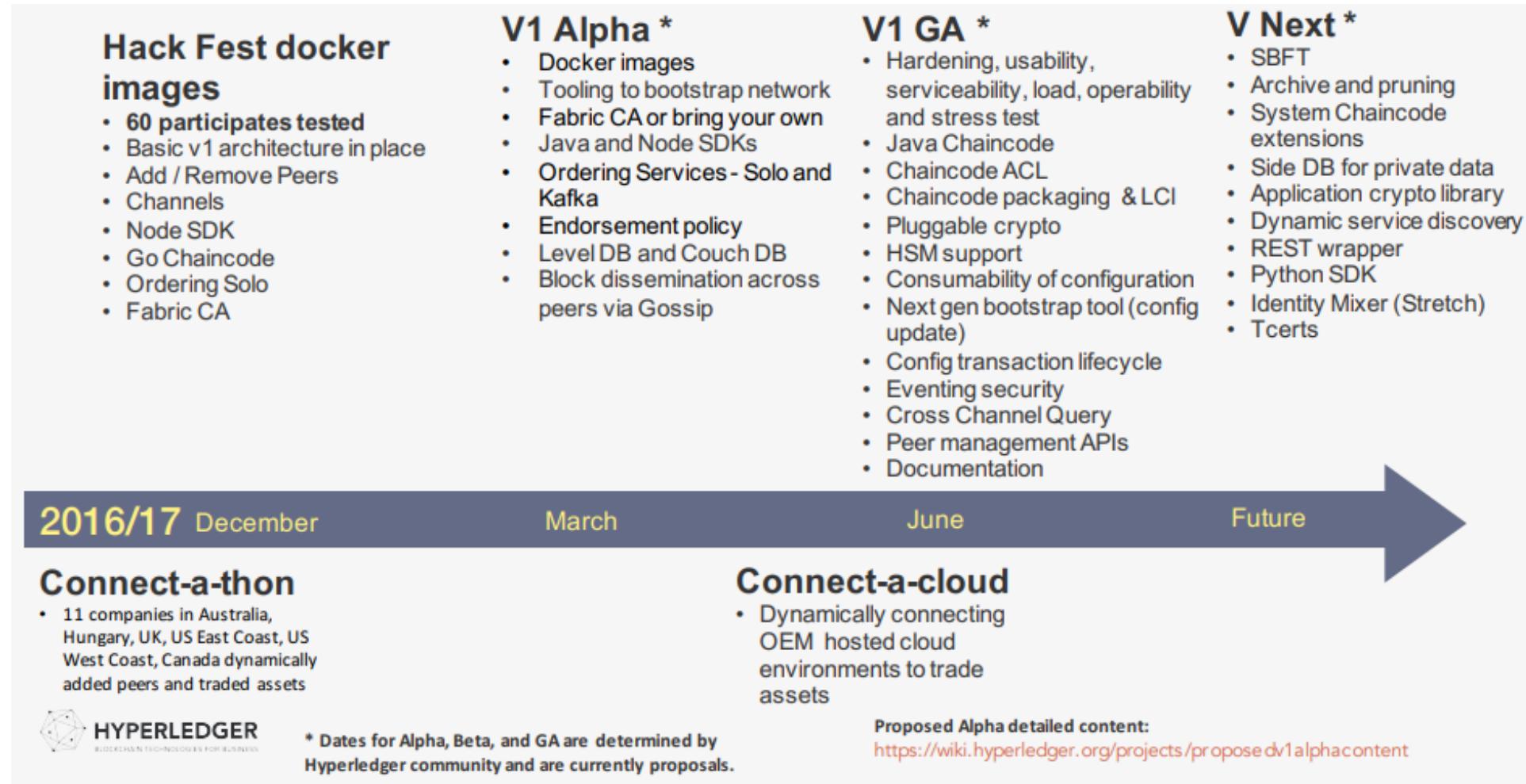
Applications will be notified by each peer to which they are connected

Key:

Endorser		Ledger
Committer		Application
Orderer		
Smart Contract (Chain code)		Endorsement Policy

26

Hyperledger Fabric Roadmap



Hyperledger Explorer Components

Hyperledger Explorer Components

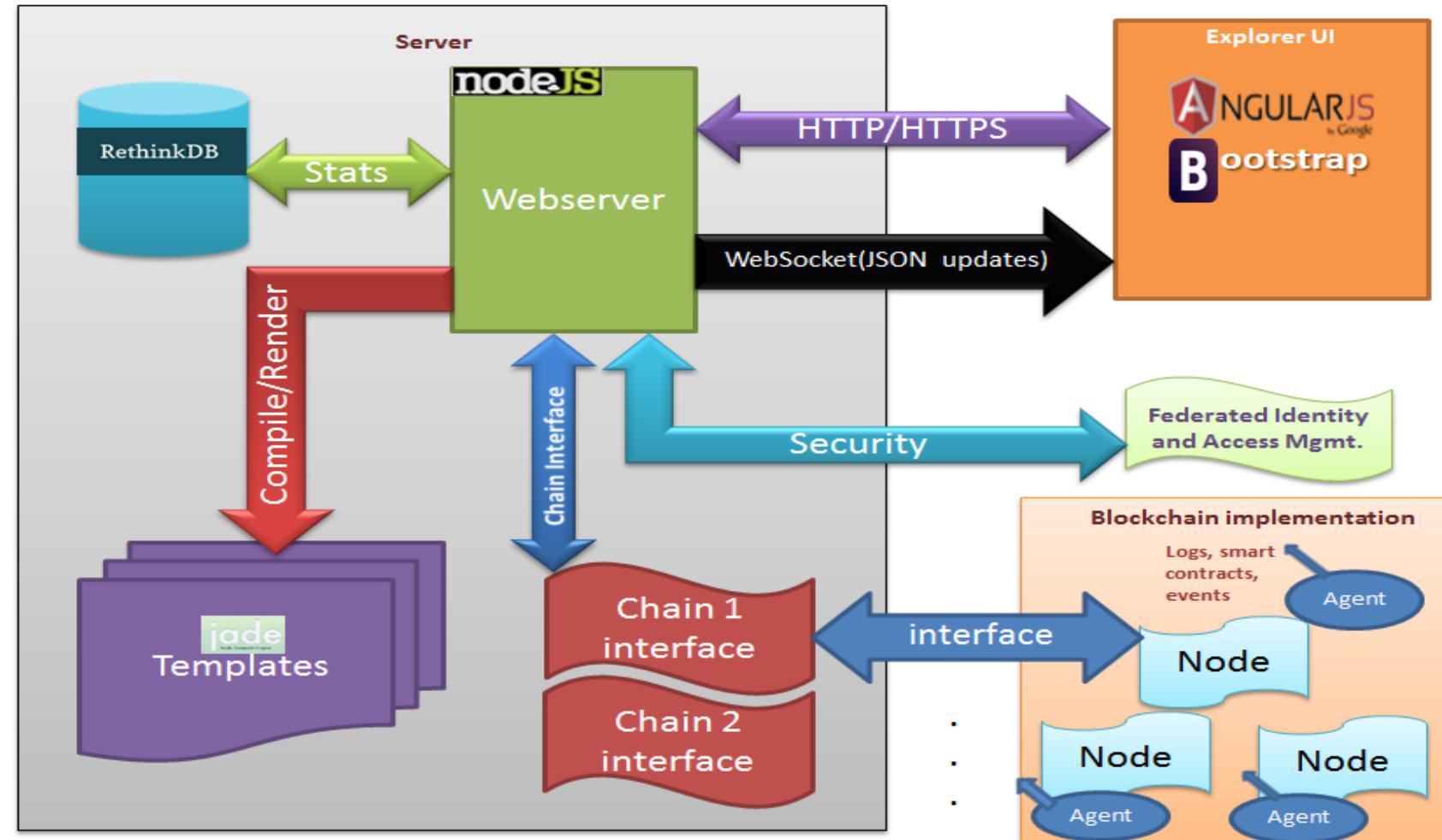


“

Let us learn about Hyperledger Explorer Components.

”

Hyperledger Explorer Components



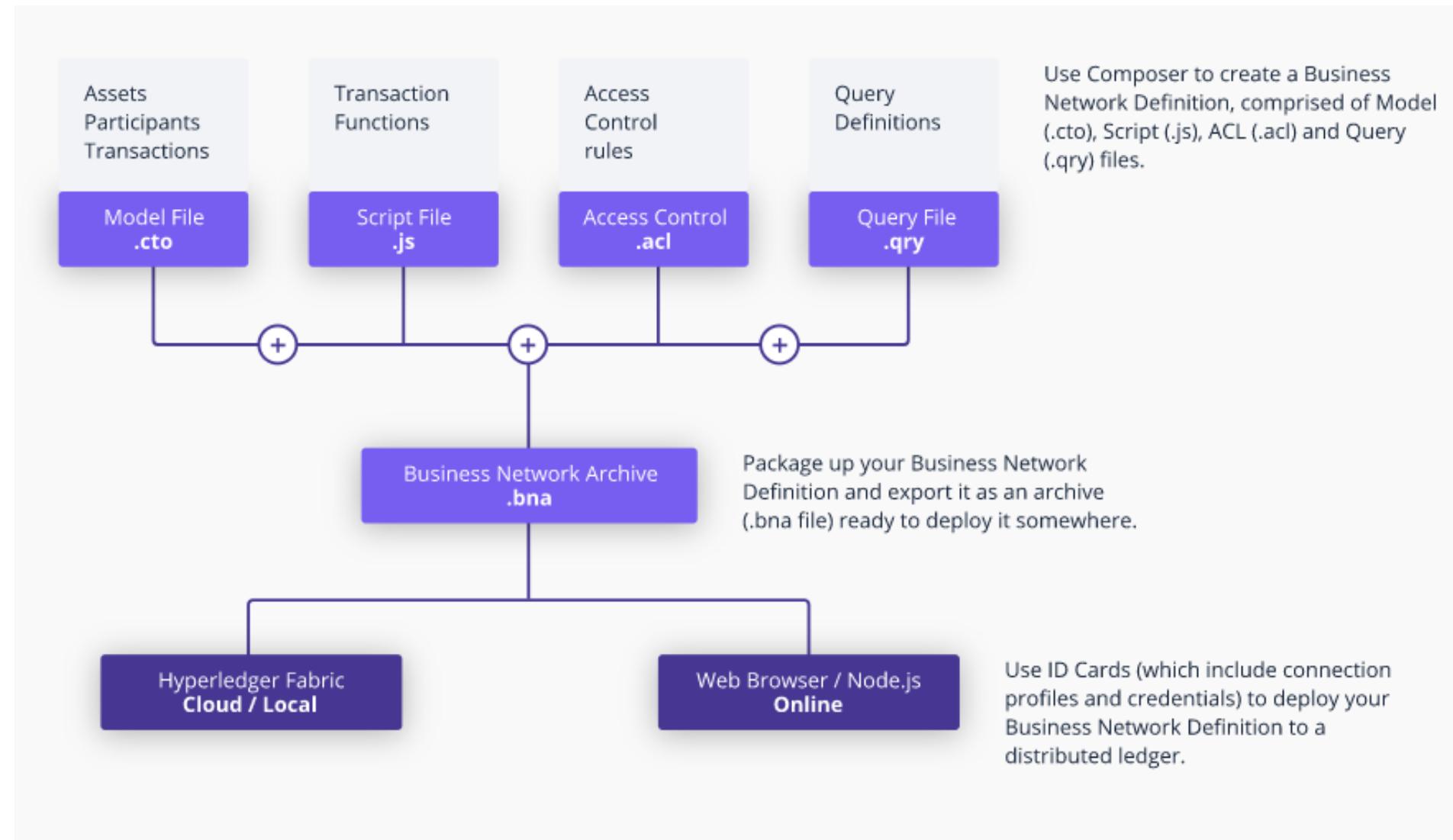
Hyperledger Composer

- Hyperledger Composer is an extensive, open development toolset and framework to make developing blockchain applications easier
- Hyperledger Composer is a set of collaboration tools for building blockchain business networks that make it simple and fast for business owners and developers to create smart contracts and blockchain applications to solve business problems.
- Hyperledger Composer allows you us model our business network and integrate existing systems and data with your blockchain applications
- Applications use business centric APIs to invoke transactions that create, delete, and update assets and transfer them between participants
- Assets, participants and transactions are recorded in the worlds state in registries

Key Development concepts

- Model files describe the assets, participants, transactions, and events that exist in a business network
 - Expressive modelling language includes relationships, arrays, and validation rules
 - Data serialized as JSON, and is fully validated by the Hyperledger Composer runtime
- Access control lists define rules for sharing and privacy
 - Rules are automatically enforced by the Hyperledger Composer runtime
- Transaction processor functions implement additional business requirements
 - Standard JavaScript code executed on the Blockchain by the Hyperledger Composer runtime
- A business network definition is the set of the above for a given business network

Business Model archive



Model files

```
1  namespace org.acme.sample
2
3  asset SampleAsset identified by assetId {
4      o String assetId
5      --> SampleParticipant owner
6      o String value
7  }
8
9  participant SampleParticipant identified by participantId {
10     o String participantId
11     o String firstName
12     o String lastName
13 }
14
15 transaction SampleTransaction identified by transactionId {
16     o String transactionId
17     --> SampleAsset asset
18     o String newValue
19 }
20
21 event SampleEvent identified by eventId {
22     o String eventId
23     --> SampleAsset asset
24     o String oldValue
25     o String newValue
26 }
```

Namespaces group related types

Specific keywords for defining assets, participants, transactions, and events in a business network

Non-abstract types must have an identifying field

Types have a set of properties, denoted with a leading “o”

Types can have relationships to other types, denoted with a leading “-->”

Access Control lists

```
1  ↳ rule EverybodyCanReadEverything {
2      description: "Allow all participants read access to all resources"
3      participant: "org.acme.sample.SampleParticipant"
4      operation: READ
5      resource: "org.acme.sample"
6      action: ALLOW
7  }
8
9  ↳ rule EverybodyCanSubmitTransactions {
10     description: "Allow all participants to submit transactions"
11     participant: "org.acme.sample.SampleParticipant"
12     operation: CREATE
13     resource: "org.acme.sample.SampleTransaction"
14     action: ALLOW
15  }
16
17 ↳ rule OwnerHasFullAccessToTheirAssets {
18     description: "Allow all participants full access to their assets"
19     participant(p): "org.acme.sample.SampleParticipant"
20     operation: ALL
21     resource(r): "org.acme.sample.SampleAsset"
22     condition: (r.owner.getIdentifier() === p.getIdentifier())
23     action: ALLOW
24 }
```

Rules are executed in order from top to bottom. If no rule permits access, then access is denied

Each rule permits or denies permission to a participant to perform an operation on a resource. Resources are assets, participants, etc

Rules can contain complex conditions. Conditions are written in JavaScript, and can access the participant and resource

Transaction processor functions

```
1  /**
2   * Sample transaction processor function.
3   * @param {org.acme.sample.SampleTransaction} tx The sample transaction instance.
4   * @transaction
5   */
6  function sampleTransaction(tx) {
7
8      // Save the old value of the asset.
9      var oldValue = tx.asset.value;
10
11     // Update the asset with the new value.
12     tx.asset.value = tx.newValue;
13
14     // Get the asset registry for the asset.
15     return getAssetRegistry('org.acme.sample.SampleAsset')
16         .then(function (assetRegistry) {
17
18             // Update the asset in the asset registry.
19             return assetRegistry.update(tx.asset);
20
21         })
22         .then(function () {
23
24             // Emit an event for the modified asset.
25             var event = getFactory().newEvent('org.acme.sample', 'SampleEvent');
26             event.asset = tx.asset;
27             event.oldValue = oldValue;
28             event.newValue = tx.newValue;
29             emit(event);
30
31     });
32 }
33 }
```

Transaction processor functions are written in standard JavaScript (ES5) and they can use the runtime API to interact with the Blockchain

Annotations in the comments define the transaction that the function accepts, and that the function is a transaction processor function

Transaction processor functions are atomic; all of the updates are applied, or no updates are applied

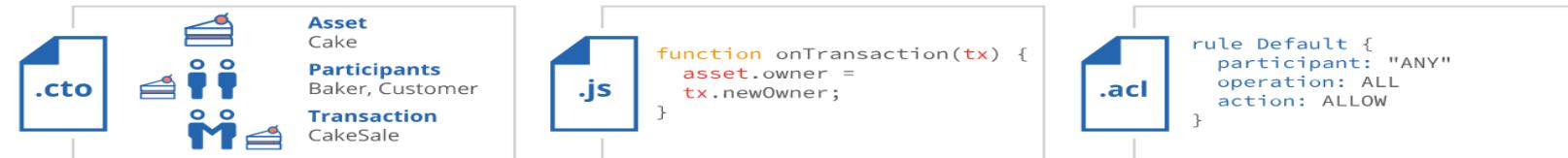
Interact with the registry APIs to add, update, and remove assets stored on the Blockchain in the world state

Use the event APIs to publish events to external applications for notifications and triggering downstream processing

Business Network Definition



Hyperledger Composer



Use Composer to create a Business Network Definition, comprised of Model (.cto), Script (.js) and ACL (.acl) files

Hyperledger Fabric



Package up your Business Network Definition and export it as an archive (.bna file) ready to deploy it somewhere

Pro Tip: we like to pronounce it "banana file"

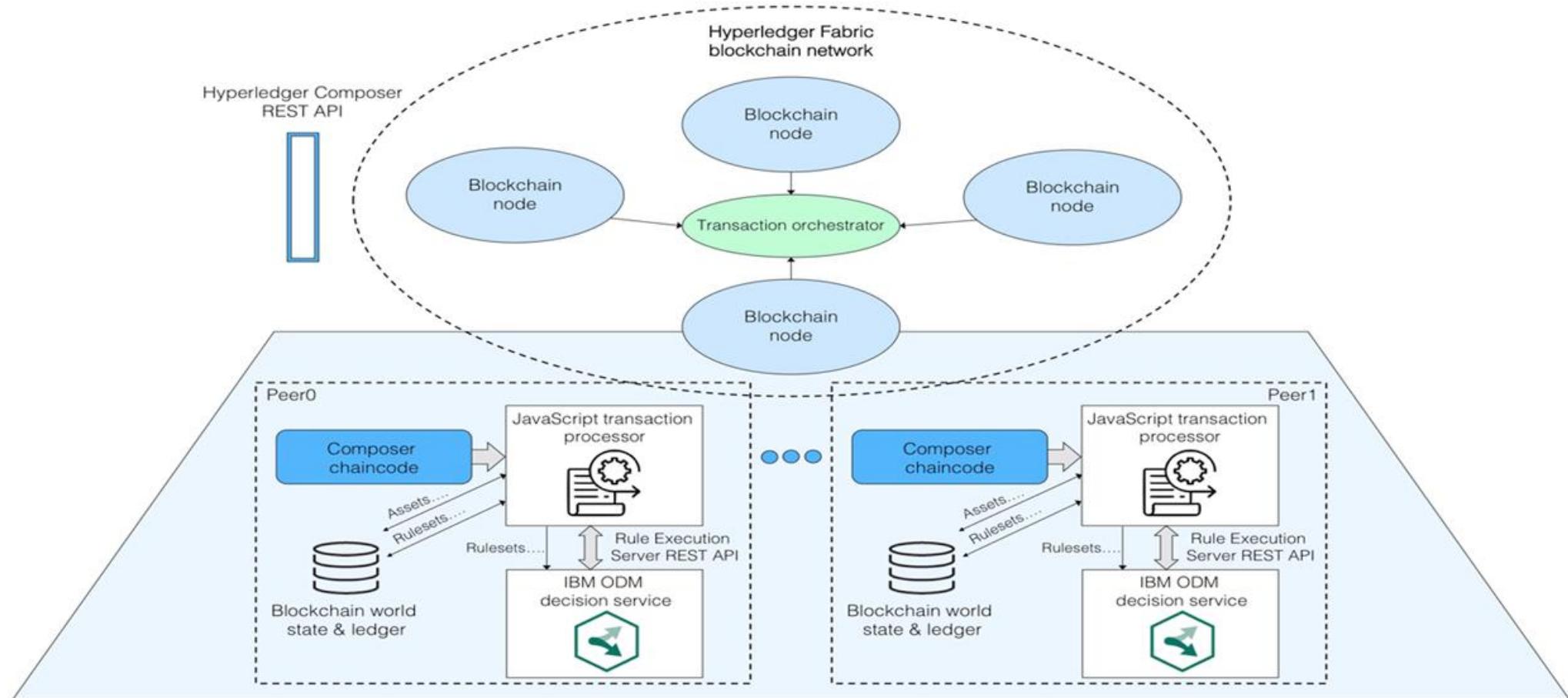
Use Connection Profiles to deploy your Business Network Definition to a distributed ledger

Hyperledger Fabric v0.6

Hyperledger Fabric v1.0

Web Browser / Node.js

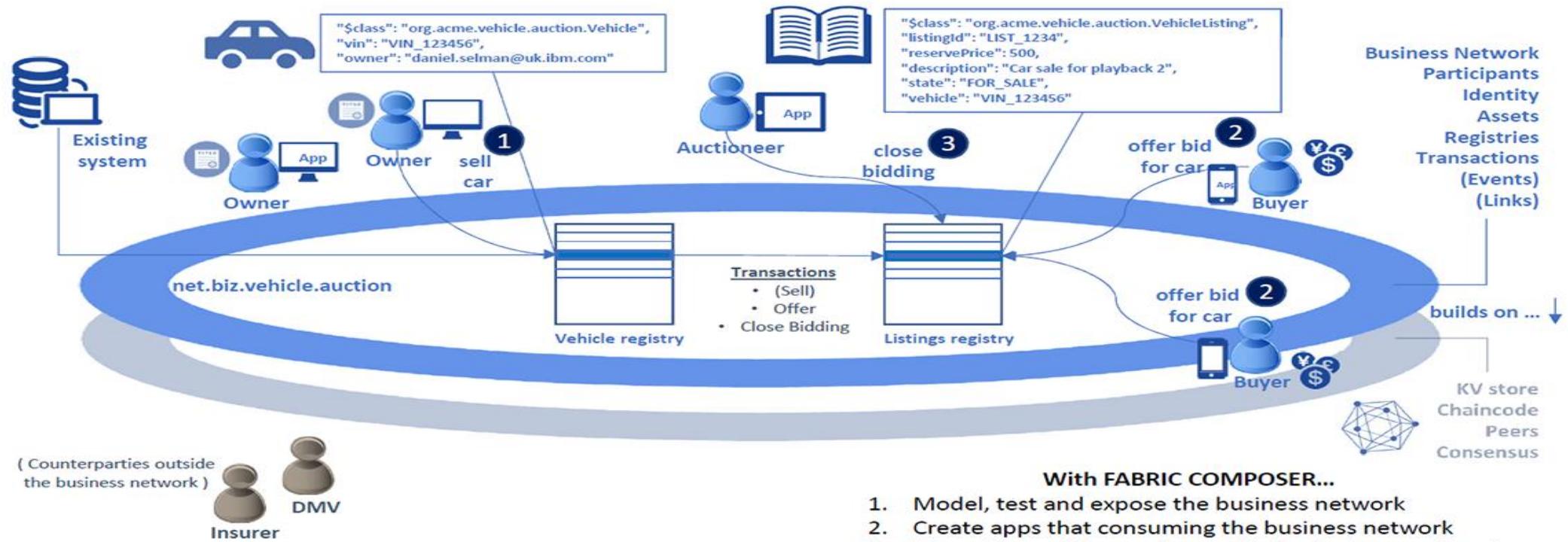
Business Network Execution



An example Business Network with Composer



An Example Business Network



(Counterparties outside
the business network)

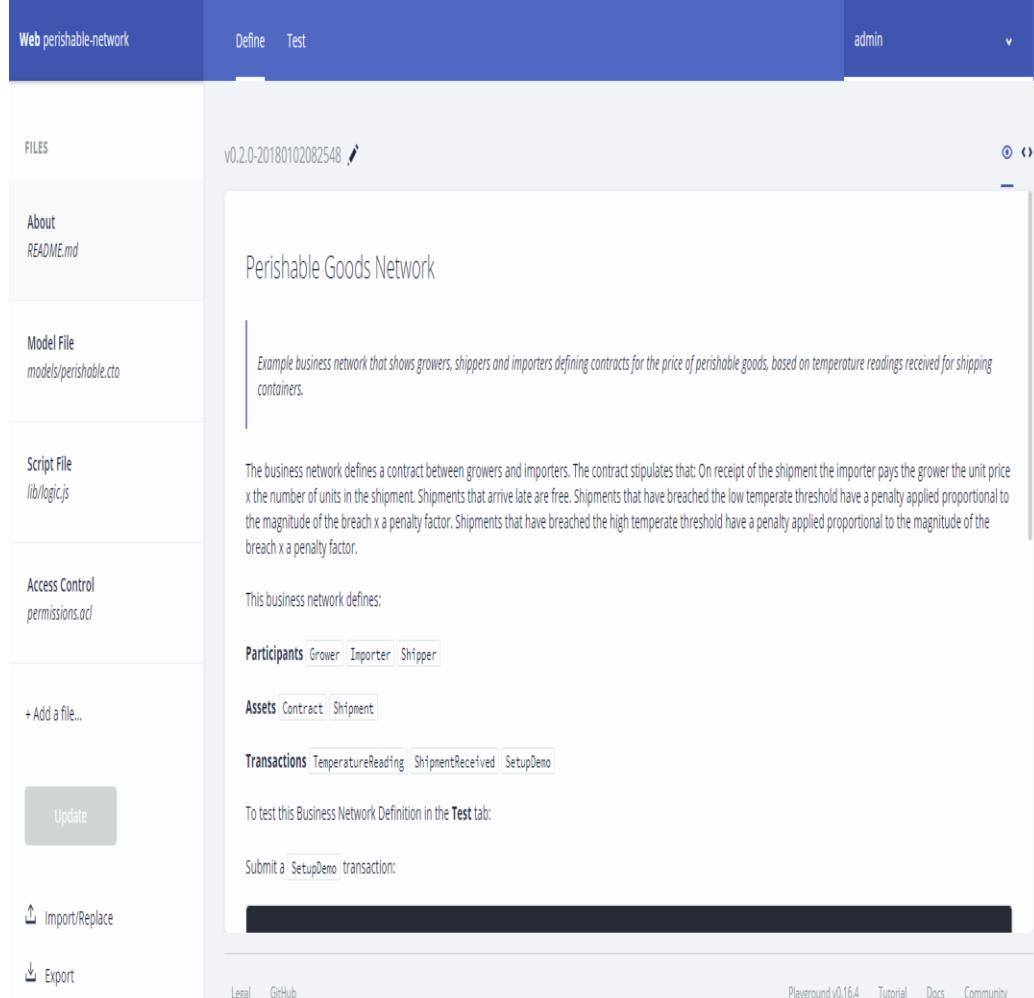


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Page 5

Composer Playground

- A interactive web tool for the development (and test) of business networks without installing anything
- It is a interactive web tool for the development (and test) of business networks without installing anything
- DSL for specific assets, participants & transactions in your network
 - Live content assist, syntax checking
- Non-web options also possible
 - Hosted & local playgrounds
 - Atom & VSCode plug-ins



The screenshot shows the IntelliPaat Composer Playground interface. At the top, there's a navigation bar with tabs for 'Define' (which is selected), 'Test', and 'admin'. Below the navigation bar, the title 'Web perishable-network' is displayed, along with a version number 'v0.2.0-20180102082548' and a 'Edit' icon.

The main area is titled 'Perishable Goods Network' and contains a brief description: 'Example business network that shows growers, shippers and importers defining contracts for the price of perishable goods, based on temperature readings received for shipping containers.' Below this, there's a detailed description of the business logic: 'The business network defines a contract between growers and importers. The contract stipulates that: On receipt of the shipment the importer pays the grower the unit price x the number of units in the shipment. Shipments that arrive late are free. Shipments that have breached the low temperate threshold have a penalty applied proportional to the magnitude of the breach x a penalty factor. Shipments that have breached the high temperate threshold have a penalty applied proportional to the magnitude of the breach x a penalty factor.'

Under the description, there are sections for 'Participants' (Grower, Importer, Shipper), 'Assets' (Contract, Shipment), and 'Transactions' (TemperatureReading, ShipmentReceived, SetupDemo). A note says 'To test this Business Network Definition in the Test tab:' followed by a placeholder for a transaction submission.

At the bottom of the interface, there are links for 'Legal' and 'GitHub', and a footer with navigation links: 'Playground v0.16.4', 'Tutorial', 'Docs', and 'Community'.

Test Business Networks: Composer Playground



- Test tab on playground reflects dynamically defined model
 - Creates default registries
- Create, read, update, and delete resources Submit transactions
- Multiple environments supported, e.g. test, prod

The screenshot shows the IntelliPaat Composer Playground interface. At the top, there's a navigation bar with tabs for 'Define' and 'Test', and a user 'admin'. Below the navigation bar, the title 'Web tutorial-network' is displayed. On the left side, there are three main sections: 'PARTICIPANTS' (selected), 'ASSETS', and 'TRANSACTIONS'. Under 'PARTICIPANTS', it says 'Participant registry for org.acme.mynetwork.Trader'. A button '+ Create New Participant' is visible. The 'Data' section lists two entries: 'TRADER1' and 'TRADER2'. Each entry shows a JSON object representing a trader participant. For TRADER1, the JSON is:

```
{ "$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER1", "firstName": "Vishal", "lastName": "Nigan" }
```

For TRADER2, the JSON is:

```
{ "$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER2", "firstName": "Andy", "lastName": "Jones" }
```

On the right side, there's a large, rounded rectangular area with a black border containing the list of participants and their details.

ID	Data
TRADER1	<pre>{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER1", "firstName": "Vishal", "lastName": "Nigan" }</pre>
TRADER2	<pre>{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER2", "firstName": "Andy", "lastName": "Jones" }</pre>

At the bottom left of this area, there's a blue button labeled 'Submit Transaction'.

Hyperledger Composer

Hyperledger Composer



“

Let's see what is Hyperledger Composer and
what purpose they serve.

”

Hyperledger Composer

“ Hyperledger Composer is an extensive, open development toolset and framework to make developing blockchain applications easier. Our primary goal is to accelerate time to value, and make it easier to integrate your blockchain applications with the existing business systems. You can use Composer to rapidly develop use cases and deploy a blockchain solution in weeks rather than months. Composer allows you to model your business network and integrate existing systems and data with your blockchain applications.

”

- Hyperledger Composer supports the existing Hyperledger Fabric blockchain infrastructure and runtime, which supports pluggable blockchain consensus protocols to ensure that transactions are validated according to policy by the designated business network participants.

How Hyperledger Composer work in practice?



For an example of a business network in action; a realtor can quickly model their business network as such:

“ ”

- Assets: houses and listings
- Participants: buyers and homeowners
- Transactions: buying or selling houses, and creating and closing listings

- Participants can have their access to transactions restricted based on their role as either a buyer, seller, or realtor
- The realtor can then create an application to present buyers and sellers with a simple user interface for viewing open listings and making offers
- This business network could also be integrated with existing inventory system, adding new houses as assets and removing sold properties
- Relevant other parties can be registered as participants, for example a land registry might interact with a buyer to transfer ownership of the land

Step First: Open the Hyperledger Composer Playground



Open Composer Playground. You should see the My Wallet screen

The screenshot shows the 'My Wallet' screen of the Hyperledger Composer Playground. At the top, there's a blue header bar with the title 'Hyperledger Composer Playground' on the left and a 'Get local version' button with a GitHub icon on the right. Below the header, the main area has a light gray background. On the left, there's a section titled 'My Business Networks' with a sub-section 'Connection: Web Browser'. Two business networks are listed: 'perishable-network' (with a user 'admin@abc.com') and 'tutorial-network' (with a user 'admin@tutorial-network'). Each network entry includes a trash can icon for deletion and a download icon. Below these entries, each network has a 'USER ID' row ('admin' for both) and a 'BUSINESS NETWORK' row ('perishable-network' and 'tutorial-network' respectively). At the bottom of each network entry is a 'Connect now →' button. To the right of these two entries is a dashed-line box containing a plus sign icon and the text 'Deploy a new business network'. At the very bottom of the page, there's a footer bar with links for 'Legal', 'GitHub', 'Playground v0.16.4', 'Tutorial', 'Docs', and 'Community'.

Step Two: Creating a new business network



Next, we want to create a new business network from scratch

A business network has a couple of defining properties; a name, and an optional description. (You can also choose to base a new business network on an existing template, or import your own template)

”

Follow these steps:

1. Click Deploy a new business network under the Web Profile heading to get started.
2. The new business network needs a name, let's call it new-network
3. Optionally, you can put in a network description.
4. Next we must select a business network to base ours on, because we want to build the network from scratch, click empty-business-network

Choosing a Business Network Definition



To start with choose a Business Network definition from the given options

The screenshot shows the 'Hyperledger Composer Playground' interface for deploying a new business network. It has two main sections:

- 1. BASIC INFORMATION:** A form where you can give your new Business Network a name (e.g., 'tutorial-network') and describe its purpose (e.g., 'Track the exchange of Commodities between traders on a blockchain').
- 2. MODEL NETWORK STARTER TEMPLATE:** A section titled 'Choose a Business Network Definition to start with:' with a sub-section 'Choose a sample to play with, start a new project, or import your previous work.' It features a central box labeled 'empty-business-network' with a file icon, and other options like 'basic-sample-network' and 'Samples on npm' (animaltracking-network, bond-network, carauction-network, digitalproperty-network). There's also a 'Drop here to upload or browse' area.

On the right side, there's a preview panel for the 'tutorial-network' showing a network diagram with three nodes and a connection profile section. At the bottom right is a 'Deploy' button.

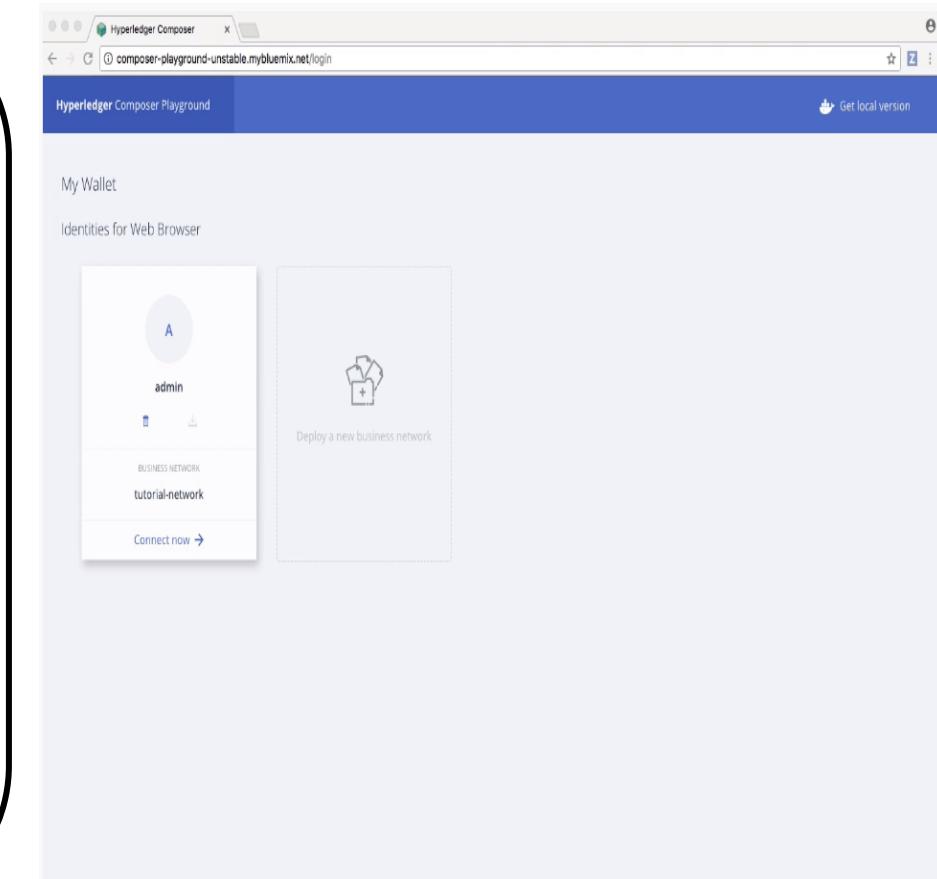
A callout box with an arrow points to the 'empty-business-network' option, containing the text: "Choose Empty Network".

Step Three: Connecting to the business network



Now that we've created and deployed the business network, you should see a new ID card called admin for our business network new-network in your wallet

- When connecting to an external blockchain, ID cards represent everything necessary to connect to a business network. They include connection details, authentication material, and metadata
- To connect to our business network click Connect now under our ID card



Adding files to make up a Business Network



Definition

A screenshot of the IBM Cloud Composer playground interface. The top navigation bar shows "Web tutorial-network", "Define", "Test", and "admin". The left sidebar has a "FILES" section with "About" and "README.md". A blue box highlights the "+ Add a file..." button. An arrow points from this button to an orange callout box containing the text "Click here to create and edit the files". The main content area displays a "v0.0.1" version of the README file, which contains the text: "This is the readme file for the Business Network Definition created in Playground". The bottom navigation bar includes "Import/Replace", "Export", "Legal", "GitHub", and links for "Playground v0.12.0", "Tutorial", "Docs", and "Community".

+ Add a file...

Click here to create and edit the files

Step Four: Adding a model file

As you can see, we're in the Define tab right now, this tab is where you create and edit the files that make up a business network definition

”

“ As we selected an empty business network template, we need to define our business network files

The first step is to add a model file. Model files define the assets, participants, transactions, and events in our business network

- Click the Add a file button.
- Click the Model file and click Add.
- Delete the lines of codes in the model file and replace it with this:

This domain model defines a single asset type Commodity and single participant type Trader and a single transaction type Trade that is used to modify the owner of a commodity.

Step Five: Adding a transaction processor script file

- Now that the domain model has been defined, we can define the transaction logic for the business network
 - These functions are automatically executed when a transaction is submitted for processing
 - Click the Add a file button.
 - Click the Script file and click Add.
 - Delete the lines of code in the script file and replace it with the following code:

```
/**  
 * Track the trade of a commodity  
 from one trader to another  
 @param {org.acme.mynetwork.Trade}  
 trade  
 - the trade to be processed  
 @transaction */  
 function tradeCommodity(trade) {  
 trade.commodity.owner =  
 trade.newOwner; return  
 getAssetRegistry('org.acme.mynetwork.  
 Commodity') .then(function  
 (assetRegistry)  
 { return  
 assetRegistry.update(trade.commodity  
 );  
 }) ; }  
 }) ; }
```

Step Six: Adding an access control file

Access control files define the access control rules for business networks. (While you can have multiple model or script files, you can only have one access control file in any business network)

- Click the Add a file button
- Click the Access Control file and click Add
- Delete the lines of code in the access control file and replace it with the following code:

This access control rule allows all participants to access all business network resources, and allows all users to have system access control privileges

```
/** * Access control rules for mynetwork */
rule Default {
    description: "Allow all participants access to all resources"
    participant: "ANY"
    operation: ALL
    resource: "org.acme.mynetwork.*"
    action: ALLOW
}
rule SystemACL {
    description: "System ACL to permit all access"
    participant: "org.hyperledger.composer.system.Participant"
    operation: ALL
    resource: "org.hyperledger.composer.system.**"
    action: ALLOW
}
```

Step Seven: Deploying the updated business network



Now that we've created our model, script, and access control files, we need to deploy and test our business network

Click Update to deploy our new model, script, and access control files

```
/**  
 * My commodity trading network  
 */  
namespace org.acme.mynetwork  
asset Commodity identified by tradingSymbol {  
    o String tradingSymbol  
    o String description  
    o String mainExchange  
    o Double quantity  
    --> Trader owner  
}  
participant Trader identified by tradeId {  
    o String tradeId  
    o String firstName  
    o String lastName  
}  
transaction Trade {  
    --> Commodity commodity  
    --> Trader newOwner  
}
```

Copy

Step Eight: Testing the business network definition



Next, we need to test our business network by creating some participants (in this case Traders), creating an asset (a Commodity), and then using our Trade transaction to change the ownership of the Commodity

Click the **Test** tab to get started

The screenshot shows the Hyperledger Composer interface with the following details:

- Header:** Define (highlighted with a red circle), Test, admin, dropdown menu.
- Title:** Participant registry for org.acme.mynetwork.Trader
- Buttons:** + Create New Participant
- Table:** Shows two participants: TRADER1 and TRADER2.

ID	Data
TRADER1	{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER1", "firstName": "Vishal", "lastName": "Nigam" }
TRADER2	{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER2", "firstName": "Andy", "lastName": "Jones" }

Step Nine: Creating participants

The first thing we should add to our business network is two participants. (Ensure that you have the Trader tab selected on the left, and click **Create New Participant** in the upper right)

- What you can see is the data structure of a Trader participant. We want some easily recognizable data, so delete the code that's there and paste the following:

```
{ "$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER1", "firstName":  
"Jenny", "lastName": "Jones" }
```

- Click Create New to create the participant
- You should be able to see the new Trader participant you've created. We need another Trader to test our Trade transaction though, so create another Trader, but this time, use the following data:

```
{ "$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER2", "firstName":  
"Amy", "lastName": "Williams" }
```

Note: Make sure that both participants exist in the Trader view before moving on!

Two Participants created: TRADER1, TRADER2



Web new-network Define Test admin

PARTICIPANTS + Create New Participant

ASSETS Commodity

TRANSACTIONS All Transactions

Submit Transaction

Participant registry for org.acme.mynetwork.Trader

ID	Data
TRADER1	{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER1", "firstName": "Jenny", "lastName": "Jones" }
TRADER2	{ "\$class": "org.acme.mynetwork.Trader", "tradeId": "TRADER2", "firstName": "Amy", "lastName": "Williams" }

Legal GitHub Playground v0.13.0 Tutorial Docs Community

Step Ten: Creating an asset

Now that we have two Trader participants, we need something for them to trade. Creating an asset is very similar to creating a participant. The Commodity we're creating will have an owner property indicating that it belongs to the Trader with the tradeId of TRADER1

- Click the Commodity tab under Assets and click Create New Asset.
- Delete the asset data and replace it with the following:

```
{  
    "$class": "org.acme.mynetwork.Commodity", "tradingSymbol": "ABC",  
    "description": "Test commodity", "mainExchange": "Euronext",  
    "quantity": 72.297,  
    "owner": "resource:org.acme.mynetwork.Trader#TRADER1"  
}
```

Asset created

Web new-network Define Test admin ▾

PARTICIPANTS Asset registry for org.acme.mynetwork.Commodity + Create New Asset

Trader

ASSETS ABC ID Data edit icon delete icon

Commodity

TRANSACTIONS All Transactions

Submit Transaction

Legal GitHub

Playground v0.13.0 Tutorial Docs Community

The screenshot shows a blockchain application interface. The top navigation bar includes 'Web new-network', 'Define' (selected), 'Test', and a user account 'admin'. Below this, the main area displays an 'Asset registry for org.acme.mynetwork.Commodity' for participant 'Trader'. A table lists an asset with ID 'ABC' and data: '\$class': 'org.acme.mynetwork.Commodity', 'tradingSymbol': 'ABC', 'description': 'Test commodity', 'mainExchange': 'Euronext', 'quantity': 72.297. A 'Show All' button is visible. On the left sidebar, under 'ASSETS', 'Commodity' is selected. Under 'TRANSACTIONS', 'All Transactions' is listed. A large blue button at the bottom left says 'Submit Transaction'. At the bottom, there are links for 'Legal' and 'GitHub', and a footer with 'Playground v0.13.0', 'Tutorial', 'Docs', and 'Community'.

Step Eleven: Transferring the commodity



Now that we have two Traders and a Commodity to trade between them, we can test our Trade transaction

- To test the Trade transaction:
- Click the Submit Transaction button on the left
- Ensure that the transaction type is Trade
- Replace the transaction data with the following, or just change the details:
- Click Submit

```
{  
  "$class": "org.acme.mynetwork.Trade", "commodity":  
    "resource:org.acme.mynetwork.Commodity#ABC", "newOwner":  
    "resource:org.acme.mynetwork.Trader#TRADER2"  
}
```

Submit transaction successful

Web new-network Define Test admin

PARTICIPANTS					
Trader	ID	Time	Participant ID	Transaction Type	
Historian	1111db5e-f6c4-40b4-ba38-e905e79f3ace	22:03:08	none	org.acme.mynetwork.Trade	view record
ASSETS					
Commodity					

TRANSACTIONS					
All Transactions	ID	Time	Participant ID	Transaction Type	
	f23feb8-a31c-499a-85fd-01c63d5e290d	21:53:21	none	org.hyperledger.composer.system...	view record
	68a66d20-025d-4a11-8419-0345f3c086ba	21:50:00	none	org.hyperledger.composer.system...	view record
	68a66d20-025d-4a11-8419-0345f3c086ba	21:49:43	none	org.hyperledger.composer.system...	view record
	f58f954f-3e7f-4a04-8da9-aceae67b9053	21:08:39	none	org.hyperledger.composer.system...	view record

[Submit Transaction](#)

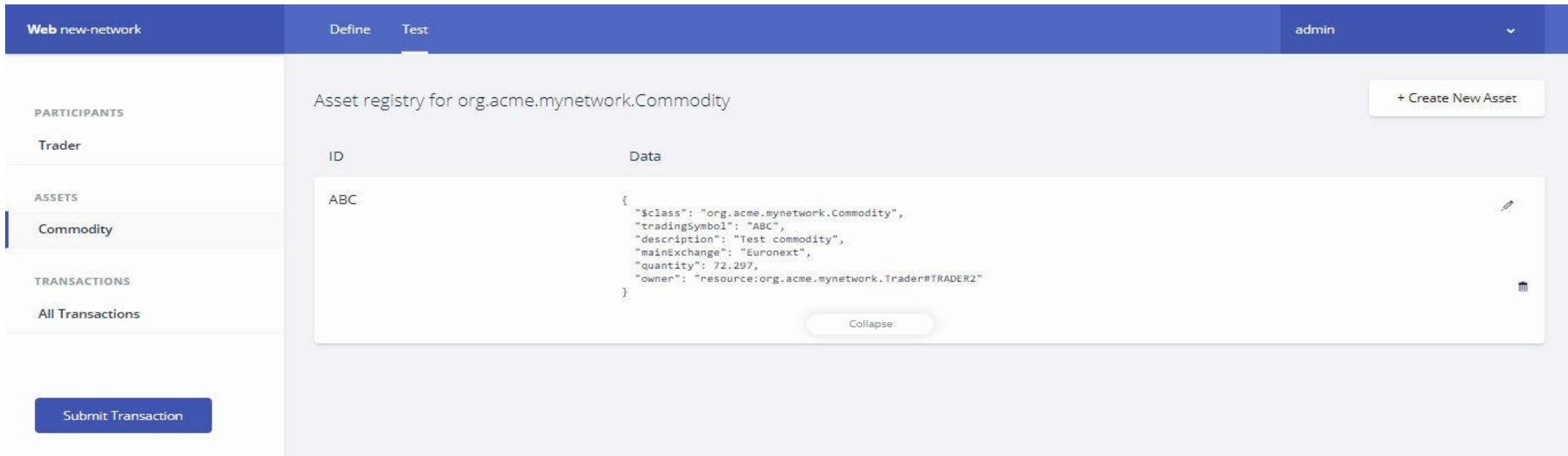
Submit Transaction Successful
 Transaction ID
 1111db5e-f6c4-40b4-ba38-e905e79f3ace
 was submitted

Legal GitHub Playground v0.13.0 Tutorial Docs Community

Change in Ownership

To check that our asset has changed ownership from TRADER1 to TRADER2, click the Commodity tab, and expand the data section for the asset. You should see that the owner is listed as:

resource:org.acme.mynetwork.Trader#TRADER2

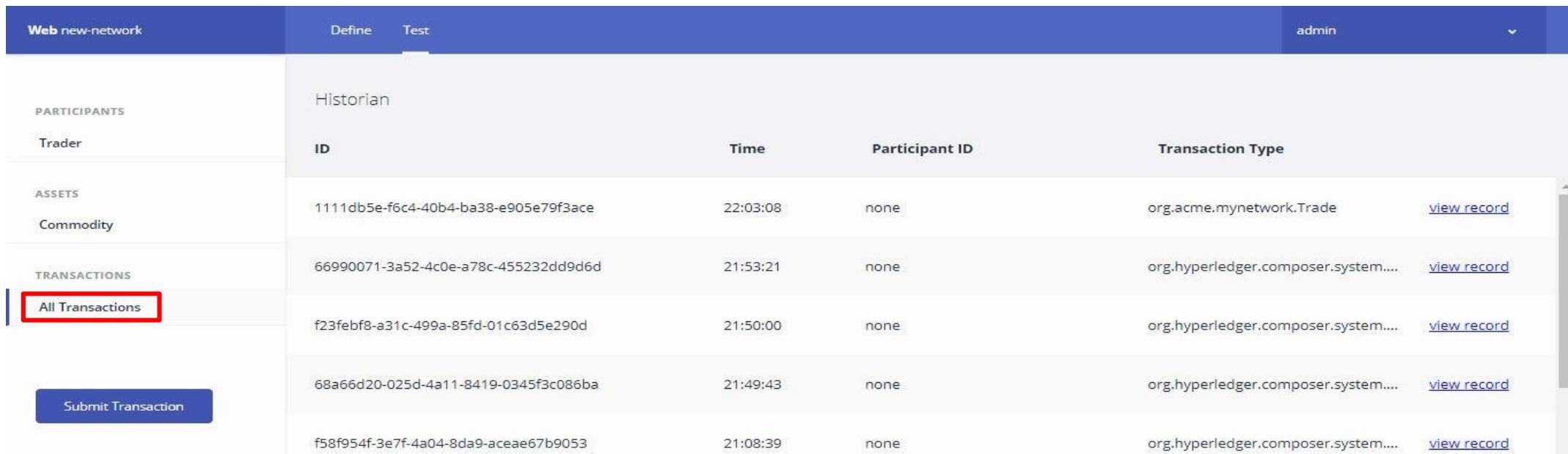


The screenshot shows the IntelliPaat Asset Registry interface. The top navigation bar includes tabs for 'Web new-network' (selected), 'Define', 'Test', and a user dropdown for 'admin'. On the left, a sidebar menu has 'PARTICIPANTS' and 'Trader' selected under 'ASSETS', and 'Commodity' selected under 'TRANSACTIONS'. A large central panel displays the 'Asset registry for org.acme.mynetwork.Commodity'. It lists an asset with ID 'ABC' and shows its JSON data: { '\$class': 'org.acme.mynetwork.Commodity', 'tradingSymbol': 'ABC', 'description': 'Test commodity', 'mainExchange': 'Euronext', 'quantity': 72.297, 'owner': 'resource:org.acme.mynetwork.Trader#TRADER2' }. There are 'Create New Asset' and 'Collapse' buttons at the bottom of this panel. At the bottom left, there is a 'Submit Transaction' button.

```
{ "$class": "org.acme.mynetwork.Commodity", "tradingSymbol": "ABC", "description": "Test commodity", "mainExchange": "Euronext", "quantity": 72.297, "owner": "resource:org.acme.mynetwork.Trader#TRADER2" }
```

Check all Transactions

- To view the full transaction history of our business network, click **All Transactions** on the left
- You can see that certain actions we performed using the UI, like creating the Trader participants and the Commodity asset, are recorded as transactions, even though they're not defined as transactions in our business network model. These transactions are known as 'System Transactions' and are common to all business networks, and defined in the Hyperledger Composer Runtime



The screenshot shows the Hyperledger Composer Runtime interface. At the top, there's a blue header bar with tabs for 'Web new-network', 'Define', 'Test', and a user dropdown set to 'admin'. Below the header, there are three main sections: 'PARTICIPANTS' (listing 'Trader' and 'Historian'), 'ASSETS' (listing 'Commodity'), and 'TRANSACTIONS'. The 'TRANSACTIONS' section has a sub-section titled 'All Transactions' which is highlighted with a red border. It lists four system transactions:

ID	Time	Participant ID	Transaction Type	Action
1111db5e-f6c4-40b4-ba38-e905e79f3ace	22:03:08	none	org.acme.mynetwork.Trade	view record
66990071-3a52-4c0e-a78c-455232dd9d6d	21:53:21	none	org.hyperledger.composer.system...	view record
f23febf8-a31c-499a-85fd-01c63d5e290d	21:50:00	none	org.hyperledger.composer.system...	view record
68a66d20-025d-4a11-8419-0345f3c086ba	21:49:43	none	org.hyperledger.composer.system...	view record
f58f954f-3e7f-4a04-8da9-aceaee67b9053	21:08:39	none	org.hyperledger.composer.system...	view record

At the bottom left of the 'TRANSACTIONS' section, there's a blue button labeled 'Submit Transaction'.



Thank You

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