# Part 1 - What is Mining? (100pts)

```
Part 1 directories:

block

cli

config

hash

index

lib

main

mine

Part 2 - also uses ./hash

merkle
```

In this assignment you will implement proof-of-work mining. Before we get to the details on mining let's start at the beginning of our blockchain.

At the root of our blockchain is a special block called the "genesis" block. Basically the "genesis" block is the beginning block in our blockchain. It is special because it will not point back to any previous block.

The code that you are given can write out the genesis block, and an index to where to find it. In most blockchains like Bitcoin some sort of a database is used for storing the blocks.

We are not going to do that. We are going to store all of them in files in the file system. This is so you can see the blocks. Also we are going to store the blocks in JSON as text so you can read the blocks. Using a database is faster but has lots of overhead. It can also be very frustrating when you are attempting to determine if the block is correct and you can't easily see what is in the block.

Our blocks will be written (by default) in the ./data directory. The format for the blocks is hash.json, where hash is the block hash.

To get started, first checkout the code for Assignment 2 - this can be done by: (You can go online to it and cut-paste the link - that is what I usually do. In the browser go to https://github.com/Univ-Wyo-Education. Then click on the S20-4010 repository. When that comes up there is a green button on the left that says Clone or download. Click on that. Cut and paste the URL.)

(You have probably already done this)

```
cd ~/go/src/github.com/
mkdir Univ-Wyo-Education
cd Univ-Wyo-Education
```

```
git clone https://github.com/Univ-Wyo-Education/S20-4010.git
cd S20-4010
```

If you have already cloned the S20-4010 set of information you will need to update it to current. You may have made changes already.

```
cd ~/go/src/github.com/Univ-Wyo-Education/S20-4010
git stash
git pull
git checkout -b hw02
```

The checkout -b will create a new branch for you to work on.

Having your own branch (you can name it other than hw2) will allow you to switch back and forth between the original code and your modified code.

Then from the ~/go/src/github.com/Univ-Wyo-Education/S20-4010 directory change directory into assignment 2.

```
cd Assignmetnts/02
```

Our starting code is in this directory. Specifically we will want to compile the main program. It is in ./main. Cd to that directory. You shooed end up in: ~/go/src/github.com/Univ-Wyo-Education/S20-4010/a/02

```
cd ./main
go get
go build
```

go get will pull in any dependent packages that are needed to build this.

Run main to create the genesis block and the initial index.

```
./main --create-genesis
```

This should create a directory with 2 files in it. The default is in the ./data directory ( .../a/02/main/data ). The files are:

```
136c53391115ab7ff717bd24e62dd0df2c270500d7194290169a83488022548e.json index.json
```

You should look at the contents of the 2 files. Edit the files with a text editor like vi, vim or whatever editor you use for editing code (don't modify the files). The one with the long name is our genesis block. The index.json is an index that will allow us to find data blocks as we are building the this blockchain.

The code is missing the chunk that will do the block mining. The stubbed out function is in .../a/02/mine/mine.go . Your assignment is to implement the body of the function. You will want to verify that it works by running

go test

in the .../a/02/mine directory. If you run that now you should get FAIL because you have not implemented it yet.

Take the time to go and poke through the code. This code is the basis for your mid-term project. You are going to need to be familiar with all of it. Run all the tests. If you have questions about it now is the time to be asking them.

## **Mining**

Mining is the process of doing some hard work that anybody can easily check to verify that a digital seal has been put on a block. The seals that we will use are hashes with special properties. In our case the property will be that the first 4 characters of the hex string representation of the hash will need to be zeros. "0000" at the beginning of the hash. To generate a hash with this pattern we will include a 64 bit integer in the data. Each time we hash the data if we do not get a hash with our special property we will increment the integer and try again. After enough increments we will stumble upon a hash with the properly.

The difficulty is controlled by the number of 0's at the beginning of our hash. If we want to increases the difficulty we can go to 00000 or 000000 zeros. In Bitcoin this difficulty automatically increases. In Ethereum this difficulty is set by group consensus.

### Pseudo Code for the mining.

Code that I have supplied you with:

go Package	Description
block	Operations on blocks like initialization and searilization.
	Look in the/a/02/block/block.go file.
hash	Convenience functions to work with keccak256 hash.

go Package	Description
	Look in the/a/02/hash/hash.go file.

#### go Library functions you will need to use:

go Package	Description
hex	Convert from/to base 16 strings.
	https://golang.org/pkg/encoding/hex/
fmt	Generate formatted output.
	https://golang.org/pkg/fmt

In the file ./mine/mine.go , implement the function MineBlock.

```
// Pseudo-Code:
//
// 1. Use an infinite loop to:
     1. Serialize the data from the block for hashing, Call
       `block.SearilizeForSeal` to do this.
//
     Calculate the hash of the data, Call `hash.HashOf` to do this.
//
        This is the slow part. What would happen if we replaced the
//
        software with a hash calculator on a graphics card where you
//
        could run 4096 - 10240 hahes at once? What would happen if we
//
//
        replaced the graphics card with an ASIC - so you had dedicated
                hardware to do the hash and you could run 4 billion hashes a
//
        second?
//
//
     Convert the hash (it is []byte) to a hex string. Use the
        `hex.EncodeToString` standard go library function.
//
//
     4. `fmt.Printf("((Mining)) Hash for Block [%s] nonce [%8d]\r",
        theHashAsAString, bk.Nonce)` `\r` will overwrite the same line
//
//
        instead of advancing to the next. (You may want to skip on
//
        some windows systems)
     5. See if the first 4 characters of the hash are 0's. - if so we
//
        have met the work criteria. In go this is
//
       `if theHashAsAString[0:n] == difficulty ("0000" for example) {`.
//
//
        This is create a slice, 4 long from character 0 with length of 4,
        then compare that to the string `difficulty`.
//
          Set the block's "Seal" to the hash
//
//
          `fmt.Printf("((Mining)) Hash for Block [%s] nonce [%8d]\n",
          theHashAsAString, bk.Nonce)` `\n` will overwrite the same
//
//
          *and then advance* to the next line.
//
          return
     5. Increment the Nonce in the block, and...
//
//
     Back to the top of the loop for another try at finding a seal
//
        for this block.
//
// For the genesis block, when I do this it requires 54586 trips through
```

```
// the loop to calculate the proof of work (PoW).
```

In the ./mine directory there is a test. Implement the MineBlock function. Run the test. Remove the InstructorImplementationMineBlock(bk) // TODO: Replace this line with your code. Put your code in place of it.

Submit your completed ./mine/mine.go file.

My output when running the test.

The grader has a somewhat more comprehensive automated test to run with this code (There is one more block to mine). You get all the points for the assignment when it passes the test.

### Before you submit your code!

Use the go formatter on your code. Either goimports -w \*.go or setup your editor to run goimpors every time you save a go file. I have this setup in vim . Other editors can do this also.

#### **Submit**

See the section at the end.

# Part 2 - Merkle Trees (100pts)

One of the major security and validity checks that blockchains do is using Merkle trees.

In this assignment you will implement a Merkle tree hash.

When you pull code from git you should have a ./A-03/hash directory. This is a copy of Assignment 2's ./A-02/hash. The new code that you will be working on is in ./merkle.

#### Pseudo Code

1. Create a slice to hold the hashes of the leaves. Each leaf hash is a []byte. So make the data type [][]byte. Make this slice of slice of byte then length of the data. That would be

len(data). Let's call this hTmp.

- 2. For each data block
  - 1. Calculate a hash for the data block using hash. HashOf().
  - 2. Save this in the slice created in (1) above.
- 3. Create a [][]byte slice to hold the intermediate hashes in the tree. This will need to be no more than len(data)/2+1 in length. The plus 1 is so that 0 blocks of hasing or an odd number of blocks will have enough space. Let's call this hMid.
- 4. Declare a variable ln, and set it to len(data)/2+1
- 5. While  $ln \ge 1$  (Hint: the language only has for loops with lots of different ways of doing it)
  - 1. For each pair of hashes (if you have an odd number just use the single hash)
    - Calculate the hash of the pair using hash. Keccak256(). It takes a variable number of arguments so you can pass 1 or 2 arguments to it.
    - Append this to hMid.
  - 2. Replace hTmp with hMid
  - 3. Recalculate In set it to len(hTmp)/2
  - 4. Generate a new empty hMid of allocated space of len(hTmp)/2.
- 6. Return hTmp[0]

## **Submit**

- 1. mine.go from part 1.
- 2. a copy of your output from running go test in the ./mine directory.
- 3. Your code, ./merkle/merkle.go. from part 2.
- 4. Any additional test cases that you created.
- 5. Your proof that this works.

# References

- 1. Wikipedia has a nice discussion
- 2. Another explanation of Merkle Trees with more details