

bEquality - Automated tracker for gender equality with blockchain

Creation of an automated and reliable gender equality index

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Blockchain and the Internet of Things School

Project repository: <https://github.com/ETHBiots2018/bEquality>

Abstract

Today, most companies' market value is driven by intangible value, such as reputation or brand equity. Thus, thousands of companies now provide detailed extra-financial information. Regulations are mandating increased management disclosure and analysis on sustainability, and investors are analyzing the comprehensive risks and opportunities of issuers in public and private markets. One aspect of this extra-financial information is data on gender equality. And more and more investors take this data into consideration when investing as research suggests that good gender equality practice can serve as an indicator for good corporate governance and decision making and these companies might outperform in the future. To get a structured, concise and comparable overview of this data, investors often rely on established gender-equality certifications. Unfortunately, this process is costly, time intensive and requires multiple revisions to produce reliable data. ¹

Our project aims to simplify and automate the process of obtaining such a gender-equality certification based on an existing Gender-Equality-Framework, and to make its results publicly accessible for everybody.

Our approach focuses on the data capture, data storage, data validation and the display solution of the process.

The data is obtained by the means of a website and an app whereas the storage solution relies on an E-voting system, based on the latest blockchain and cryptographic technology. The solution provides the code of the communication interfaces for the website and the app, as well as the necessary code to handle the data for the E-Voting system via blockchain.

Furthermore, a Radar-Chart is used to present the results in a straightforward manner.

In conclusion the platform ensures a trustful, transparent and cheap way to create a gender-equality-index, which is useful for people to make investment decisions and for companies to further improve their status with respect to gender equality.

¹This paragraph is taken from the challenge description handed to us by the UBS

Introduction

The current situation of the economy is not fully inclusive for every member of the society, women get discriminated, sexually harassed and do not have equal chance of high salaries and or higher positions in companies.

Our Project bEquality aims to punctually recognize inequality by providing a transparent, reliable and efficient gender-equality index for companies. We think that applying and evaluating a gender-equality index should not be expensive and exclusive to companies that can afford it.

We aim to improve today's state of society with respect to gender-equality in the economy.

This document summarizes our approach to solve this problem. Our solution has come up on a hackathon organized by the Blockchain and Internet of Things School (BIOTS) 2018.

We will first present you our whole process systematically and then later dive further into the implementation of the whole process.

The reader should have basic programming understanding or basic logical thinking to understand our approach and implementation, we try to explain it as easy as possible.

- describe structure of report - done
- describe prerequisites - done
- general things - Q: what to add more?

1 Project

1.1 Overview

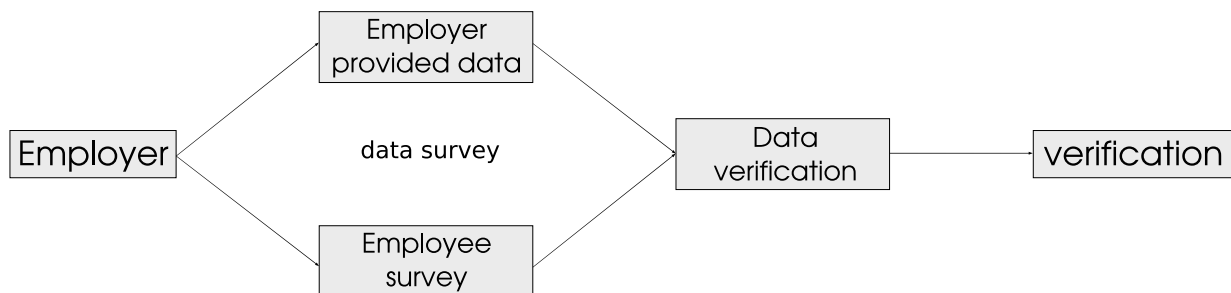


Figure 1: Project flow graph

The figure 1 visualizes the high-level structure of our project.

Existing gender-equality indices differ from our project at the points *data survey (employee survey)* and *data verification* in the high-level structure and in the final evaluation.

We will now explain the high-level structure of our project structure.

Employer Survey

There are a few necessary steps for an employer to get a certification. First, the employer has to send the data asked for by the given rating framework via a Website. Additionally the company provides the E-mail-Addresses of their employees. That's the employer provided data.

Question: do we really take the e-mail addresses?

Or does the employer tells every employee to make an account on our platform and then the employer sends us all generated public keys? (sending of public keys can be done implicitly at the registration of the employee)

Employee Survey

After that, a percentage of employees will be chosen randomly to participate in an employee survey. This survey is used to validate the plausability of the provided data from the employer and to obtain further important private data from employees that cannot be known by the employer.

However, this is an easy task for the employee. To set up an account, the employee gets an invitation link from our program and then gets linked to the app, where he/she can set up his/her account. While setting up the account, a public and a private key get generated in the background and linked to the employee account.

After the account set-up the company sends all the public-keys generated by the employee account set-up to our framework, this then initiates the survey set-up.

When all background work is done, the employee gets a message that the survey is ready. He/she has then just to log into the app, fill out the survey and then submit the data.

Everything technical is handled automatically in the background, such that the user just observes a handy interface, and all data is stored on either the blockchain or the IPFS.

Data Validation

When all data is gathered from all chosen employees, we split the data into different classes. Either the data from the employees intersect the employer provided data, and is therefore in the *intersecting-data category*, or it is data that is just known or provided by the employee (such as number of sexual harassments or equivalent things).

All data from the *intersecting-data category* gets compared by comparing the provided view of the employer and the view of the employee.

This comparison then provides a validity factor for the employer provided data.

This process of data validation ensures that the data is not corrupted by either humans or bots.

Q: How is validation done exactly?

Display Solution/Evaluation

We would adapt our evaluation to already existing gender-equality indices. But to further improve the evaluation of this evaluation, we would like to evaluate also different indicators for gender-equality and other measures that are important.

And because all the data is digitally available, we could also insert classification via artificial intelligence to even further improve the evaluation process.

The data evaluation then finally not just results in a single index number, but in a multidimensional spider-diagram, that allows the investor or the company to look closer to existing problems or advantages over the requirement:

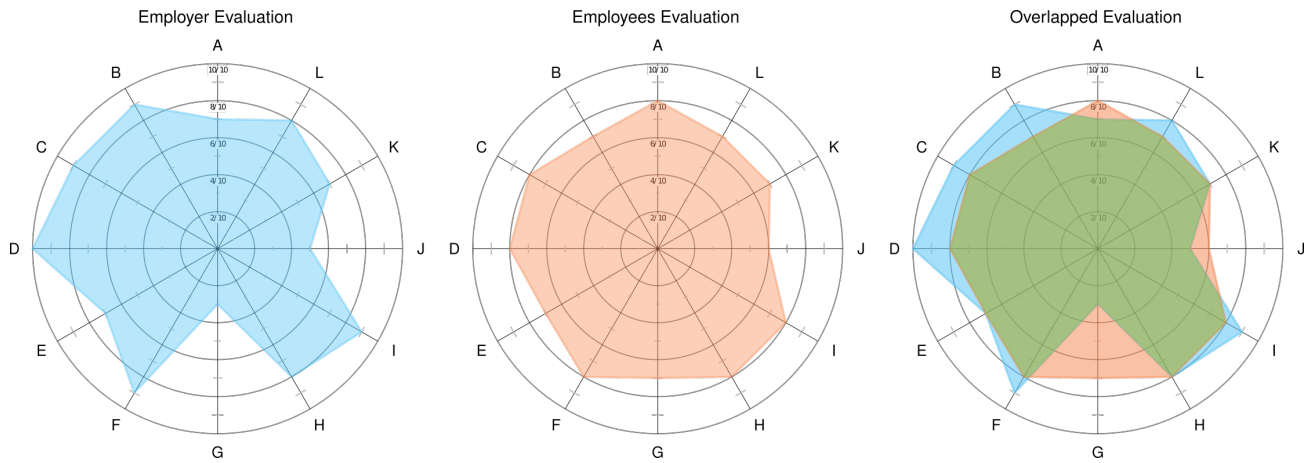


Figure 2: Spider-diagram evaluation example

The figure 2 provides a flexible evaluation system with detailed feedback.

This detailed feedback is useful for company management and also useful for investment decisions by investors that may want to invest in this company. It also implies a feedback system for the company to rate, such that the company knows what to improve in it's employee environment to further improve it's index.

1.2 Challenges to Solve

There are still some challenges to solve for this project.

One major challenge is to provide a secure way of implementing a system equivalent to E-voting, i.e. to find a system where a user applies to a survey or evaluation and the data provided by him cannot be traced back to this user, even when the user can verify that the data provided by him is used and not some modified version of his data.

A way of solving this problem for this use-case (of a gender-equality index) it may be a solution to implement the system in such a way, that cheating for companies are too expensive to be profitable and the company therefore acts cooperatively and provides true data.

challenges for implementation

- Finding a secure way of implementing a system equivalent to E-voting.
- Making cheating for companies too hard to be profitable.
- privacy for gathering data, boss should not have possibility to see results from its employees
- costs

done???

2 Technical Implementation

2.1 Data Capture and Storage

——-Text from Noah's presentation to be included in this section——-

I will now explain in a short and hopefully not too technical way how our e-voting protocol actually works. A company that wants to be part of our rating applies and sends their unverified data via smart contract to the blockchain. They also send bEquality the email addresses of all employees which we store in a secure and private database. We then send links to a chosen percentage of employees with which they can register a blockchain account and their new Ethereum address is automatically sent to our database. We load a small amount of Ethereum onto their account so that they

can pay for one transaction. bEquality then creates a survey-contract on the blockchain and sends the link via an app to all employees so that they can fill in their answers directly onto the blockchain. After all the survey have been filled out, the data on the blockchain is analysed by our system and published on our website. Because the data is on the blockchain, everyone can verify the integrity of our analysis. Yet there are still challenges ahead of us, for example the possible storing of the Ethereum addresses on the blockchain instead of a private database for further transparency.

—END TEXT—

-introduction to this part

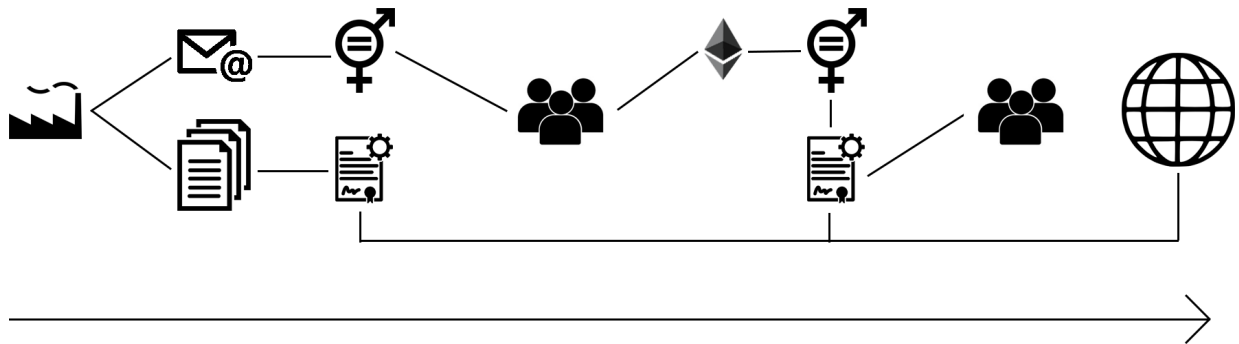


Figure 3: technical flow representation of the data capture and storage process

— insert picture of technical flow by Noah Berner

Survey for Employer

- based on existing frameworks such as Bloomberg, Equileap
- capturing data with app or web -delivers e-mail addresses from employees
- addresses stored on private database
- survey stored on IPFS
- explain interaction with web/App

Survey for Employees

- are there existing questions for gender specific questions or not? Do we have to come up with questions which are applicable for men and/or women
- questions chosen possibly in a random manner.
- only percentage of employees (explain why only a percentage, mention pro's and con's)

- capturing data with app or web
- explain,that process automated in the background
- what does the employee has to do
- what is done behind the scenes

- storing data: blockchain, IPFS, (some on server)
- how is privacy of data secured
- explain process, what does this mean for different data

- sensible data – server
- insensible data – ipfs
- non-fakeable – blockchain
- explain cost aspect of storing stuff on blockchain or on IPFS (storing on blockchain costly)

how can anonymity/privacy be ensured

- because data on blockchain, IPFS, it is visible for everybody, but boss should not be able to track the results of employees (how do we solve that)

state technical problems

...

2.2 Data Verification

why 2 surveys?:

- gives company less chances to actually deliver wrong information
- how is the verification done

2.3 Display Solution/Evaluation

- introduction about this section -evaluate data and stored on IPFS:
- link evaluated data from IPFS to an App/Web where it is openly accessible

Multidimensional Approach

—————insert picture of spiderweb here

- explain display solution with spiderweb
- link of employer, employee survey and overlapped survey
- what can be learned with that
- data connected with respective data on IPFS, blockchain
- open accessible for everybody
- give an example for an indicator and how it could be represented on spider chart (e.g. difference between salaries of men and women).
- explain advantages over existing indices
- better and clearer view, straightforward
- multidimensionality gives a broader picture than just a number
- explain challenges and limitations of the spiderweb
- which indicators can be displayed, which not

2.4 OTHER THINGS TO ADD HERE

todo

2.5 Further Points Worth to Consider

- write about problems that we think that are important, but we didn't have time to consider, or which were to complicated to solve in such a short time
- example: which indicators are best to display in Radar-Chart-Diagram, when is a company considered as a Gender-Equal-Company. How should this be measured, how should different companies best be compared...

3 Conclusion

Strengths

- Our solution provides a reliable, transparent and automatic way of creating a gender-equality index.
- Our approach allows everybody to classify companies according to the latest law regulatory for gender-equality in companies.
- multidimensional
- public
- cheap

Open Challenges

- prototype not fully automated
- communication interface app only a dummy
- E-voting system should be improved

Disruptional Potential

- transparency
- further enhance gender equality

4 Sources and Literature

Sources In order to develop the app we used:

- <https://developer.android.com>
- <https://stackoverflow.com>

Dateiname - Author - Jahr - Link/Buch