

What to build

1. Setup Github Repository and send the link to philipp@aeternity.com
2. Block Structure
 - a. Header
 - i. Previous block hash
 - ii. Difficulty target (number of zeroes to be in beginning of hash)
 - iii. Nonce (number to increase to get correct hash)
 - iv. Chain state merkle root hash (can be ignored in beginning)
 - v. Transactions merkle root hash (can be ignored in beginning)
 - b. List of transactions
3. Transaction Structure
 - a. From account public key
 - b. To account public key
 - c. Amount of transaction (integer)
 - d. Elliptic curve signature for transaction, of "from" account
4. Public/Private Key Pair
 - a. Generate new or derive public key from hardcoded private key
 - b. Sign transactions data
5. Pool for transactions, newly ones created should be put there
6. Make a List of blocks, starting with a "empty/hardcoded" block
7. Build block candidate (wit block structure)
 - a. Reference latest block hash
 - b. Fixed difficulty target
 - c. Nonce 0
 - d. Generate a transaction to your generated public key with X tokens (coinbase), should have no sender and no signature
 - e. Take all transactions from the pool and include them (remove from pool)
 - f. Validate each transaction
 - i. does it have a valid signature
 - ii. does the "from"-account have the necessary amount
8. Proof of Work the candidate block
 - a. Hash the block to see if target of 0 in the beginning is matched, if not increase nonce
 - b. Repeat until the target is matched
9. Add newly generated block to list of blocks
 - a. apply the transactions to the state of account balances (add received and subtract sent tokens), to check transaction spendings for the next block
 - b. restart process of building candidate and mining

Tools

Merkle trees library: https://github.com/aeternity/gb_merkle_trees

- Empty tree: `:gb_merkle_trees.empty()`
- Add to tree: `:gb_merkle_trees.enter(key, value, merkle_tree)`
- Get root hash: `:gb_merkle_trees.root_hash(merkle_tree)`
- Example:
https://github.com/aeternity/elixir-research/blob/3b4d77bdccb49d76a9e4e6d4ca10e18ce581ea45/apps/aecore/lib/aecore/chain/block_validation.ex#L140

Erlang crypto library: <http://erlang.org/doc/man/crypto.html>

- Hash: `:crypto.hash(:sha256, data)`
- Generate private key:
 - `entropy_byte_size = 16 #16 bytes --> 128 bits`
 - `:crypto.strong_rand_bytes(entropy_byte_size)`
- Private to public key:
`:crypto.generate_key(:ecdh, :secp256k1, private_key)`
- Sign data with private key:
`:crypto.sign(:ecdsa, :sha256, data, [private_key, :secp256k1])`
- Verify signature with public key:
`:crypto.verify(:ecdsa, :sha256, data, signature, [pubic_key, :secp256k1])`