

ECC, ECDSA, EdDSA, Cryptography in Blockchain

- 1. Elliptic Curves and ECDSA: Key Generation, Sign, Verify
- 2. Blockchain Cryptography: Wallets, Keys, Addresses, Signatures
- 4. Quantum-Safe Cryptography: Hashes, Encryption, Signatures





ELLIPTIC CURVE CRYPTOGRAPHY (ECC)

Elliptic Curves, ECC and ECDSA, Sign, Verify

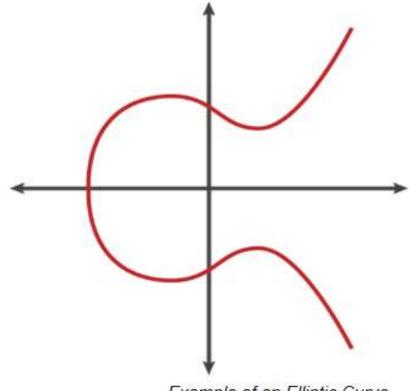
Elliptic Curve Cryptography (ECC)

- Public / private key cryptography based on the algebraic structure of elliptic curves over finite fields
 - Requires smaller key-size than RSA for the same security strength
- Elliptic curves == set of points {x, y} such
 that:

$$\otimes$$
 $y^2 = x^3 + ax + b$

Example – the Bitcoin elliptic curve:

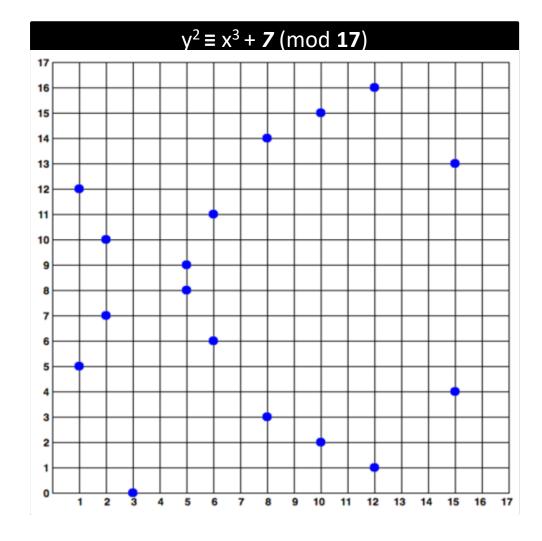
$$\otimes$$
 y² = x³ + 7 ($a = 0$; $b = 7$)



Example of an Elliptic Curve

Elliptic Curve over a Finite Field

- - extstyle ext
 - & A set of integer coordinates $\{x, y\}$, such that $0 \le x, y < p$
 - Staying on the elliptic curve: $y^2 \equiv x^3 + ax + b \pmod{p}$
- Example of elliptic curve over F₁₇:
 - $\vee y^2 \equiv x^3 + 7 \pmod{17}$





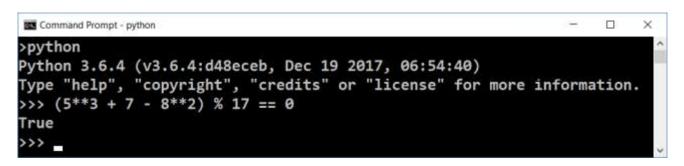
Calculating Elliptic Curves over Finite Fields

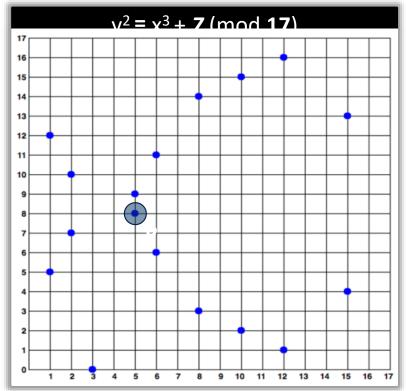


The point P(5, 8) is on the curve $y^2 = x^3 + 7$ over the finite field F_{17}

```
\mathscr{C} (x^3 + 7 - y^2) \equiv 0 \pmod{17}
```

$$\otimes$$
 (5**3 + 7 - 8**2) % 17 == 0





Exercise: Elliptic Curves over Finite Fields

- Problem: True or False?

 Point is on the $y^2 = x^3 + 7$ curve over F_{223}
 - 1. (192, 105)
 - 2. (17, 56)
 - 3. (200, 119)
 - 4. (1, 193)
 - 5. (42, 99)

- Solution of $y^2=x^3+7$ curve over F_{223}
 - Just calculate the expression:

```
(192**3 + 7 - 105**2) % 223 == 0
```

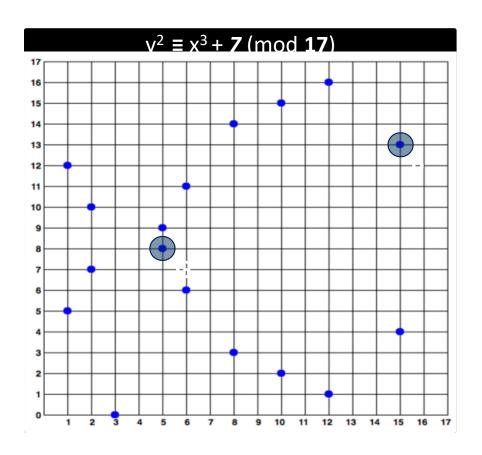
```
Python 3.6.4 (v3.6.4:d48eceb, Dec 19 2017, 06:54:40)
Type "help", "copyright", "credits" or "license" for
>>> (192**3 + 7 - 105**2) % 223 == 0
True
>>>
```

Multiply a Point Over an Elliptic Curve



- A point G over the curve can be multiplied by an integer k
 - \otimes P = k * G
 - The result is another point P staying on the same curve

 - Ø P == public key (point)
 - Very fast to calculate P = k * G
 - Extremely slow (considered infeasible) to calculate k = P / G





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Example: Multiply Points Over Elliptic Curves

- Elliptic curve point multiplication is done by well-known algorithms
- Sample elliptic curve:

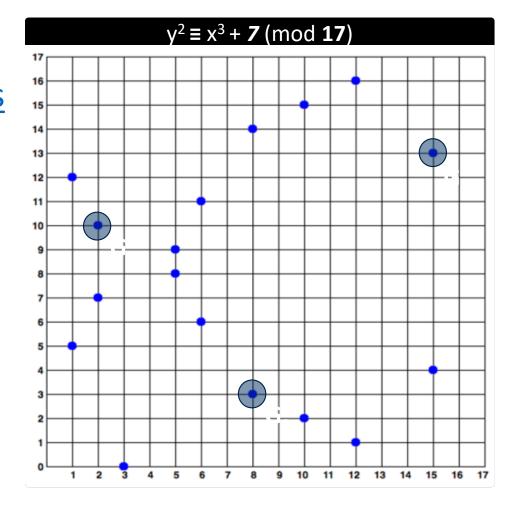
$$\forall y^2 \equiv x^3 + 7 \pmod{17}$$

$$\otimes$$
 a = 0; **b** = 7; **p** = 17

$$ext{ } ext{Let } ext{ }$$

$$\otimes$$
 G₂ = 2 * **G** = (2, 10)

$$\otimes$$
 G₃ = 3 * **G** = (8, 3)



Elliptic Curves Multiplication in Python

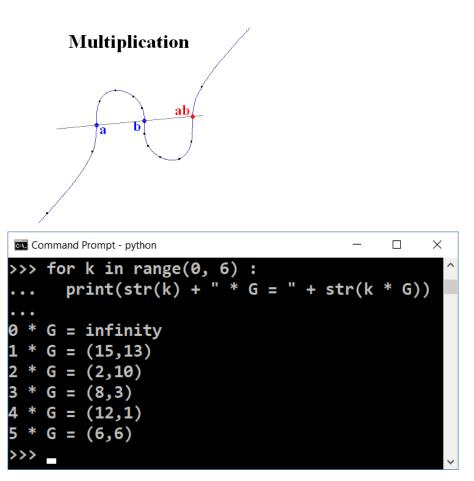
pip install pycoin

```
from pycoin.ecdsa import Point
from pycoin.ecdsa import Curve

curve = Curve.Curve(17, 0, 7)
print("Curve = " + str(curve))

G = Point.Point(15, 13, curve)
print("G = " + str(G))

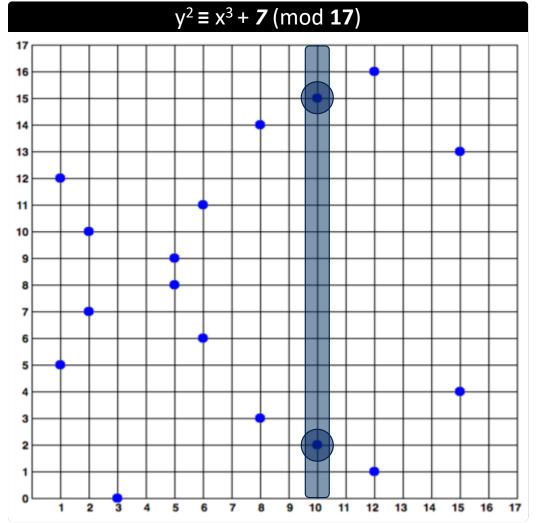
for k in range(0, 6) :
    print(str(k) + " * G = " + str(k * G))
```





Compressing the Public Key

- The elliptic curves over F_p
 - Have at most 2 points per x coordinate (odd y and even y)
- A public key P(x, y) can be compressed as C(x, odd/even)
 - $ext{@}$ At the curve $y^2 \equiv x^3 + 7 \pmod{17}$
 - P(10, 15) == C(10, odd)





Compressing a Public Key in Python

```
pip install nummaster
from pycoin.ecdsa import Curve, Point
from nummaster.basic import sqrtmod
def compress_key_pair(key_pair):
  return (key_pair[0], key_pair[1] % 2)
def uncompress_key(curve, compressed_key):
 x, is_odd = compressed_key
  p, a, b = curve._p, curve._a, curve._b
 y = sqrtmod(pow(x, 3, p) + a * x + b, p)
  if bool(is_odd) == bool(y & 1):
    return (x, y)
  return (x, p - y)
```



Compressing a Public Key in Python (2)

```
curve = Curve.Curve(17, 0, 7)

p = Point.Point(10, 15, curve)
print(f"original key = {p}")

compressed_p = compress_key_pair(p)
print(f"compressed = {compressed_p}")

restored_p = uncompress_key(curve, compressed_p)
print(f"uncompressed = {restored_p}")
```

```
>python compress-key.py
original key = (10,15)
compressed = (10, 1)
uncompressed = (10, 15)

>_
```

ECC Parameters and secp256k1



- © ECC operates with a set of **EC domain parameters**:
 - \otimes T = (p, a, b, G, n, h)
 - extstyle ext
- The secp256k1 standard (used in Bitcoin) defines 256-bit ellipticcurves cryptosystem:
 - **Prime field (p)** = 2^{256} 2^{32} 977; **Equation**: $y^2 = x^3 + 7$ (a = **0**, b = **7**)
 - \otimes **G** = 0x79BE667E ...; **n** = 0xFFF...D0364141; **h** = 1

Learn more at: https://en.bitcoin.it/wiki/Secp256k1



What is a Digital Signature?

- Oigital signature
 - Cryptographic proof for message authenticity
 - Authentication
 - Signed by certain private key
 - Verified by the corresponding public key
 - Non-repudiation
 - The sender cannot deny the signing later
 - Integrity
 - **©** The message cannot be altered after signing



ECDSA: Sign Messages and Verify Signatures

The Elliptic-Curves Digital Signature Algorithm (ECDSA) provides signing by private key + verifying signature by public key

function(parameters) → output

- Signing a message
 - sign(private_key, msg) → signature (the signature is a pair of numbers [r, s])
 - Performs some math, based on elliptic curve calculations
- Verifying a message signature
 - verify(public_key, msg, signature) → true / false
 - Performs some math, based on elliptic curve calculations

Example: ECDSA in Python – Sign a Message

```
from pycoin.ecdsa import secp256k1
import hashlib
def sha3 hash(msg) :
  hash_bytes = hashlib.sha3_256(msg.encode("utf8")).digest()
  return int.from_bytes(hash_bytes, byteorder="big")
msg = "some message"
msg_hash = sha3_hash(msg)
signature = secp256k1.Generator.sign(self=secp256k1.secp256k1_generator,
secret_exponent=private_key, val=msg_hash)
print("signature = " + str(signature))
```

Example: ECDSA in Python — Verify a Signature

```
public_key = (secp256k1.secp256k1_generator * private_key)
print("public key: " + str(public_key))

valid = secp256k1.Generator.verify(self=secp256k1.secp256k1_generator,
    public_pair=public_key, val=msg_hash, sig=signature)
print("Signature valid? " + str(valid))

tampered_msg_hash = sha3_hash("tampered msg")
valid = secp256k1.Generator.verify(self=secp256k1.secp256k1_generator,
    public_pair=public_key, val=tampered_msg_hash, sig=signature)
print("Signature (tampered msg) valid? " + str(valid))
```

```
Select Command Prompt - python
>>> from pycoin.ecdsa import generator_secp256k1, sign, verify
>>> import hashlib
>>>
>>> def keccak_hash(msg) :
     hash_bytes = hashlib.sha3_256(msg.encode("utf8")).digest()
     return int.from bytes(hash bytes, byteorder="big")
>>> msg = "some message"
>>> msg_hash = keccak_hash(msg)
>>> signature = sign(generator_secp256k1, private_key, msg_hash)
>>> print("signature = " + str(signature))
signature = (1925212439601568054285967497901230258858462955656896
8901492225663695506442908, 56079707496680054156889306808073547456
178875133099061833359366964281484733604)
>>> _
```

```
Command Prompt - python
>>> public_key = (generator_secp256k1 * private_key).pair()
>>> print("public key: " + str(public key))
public key: (90978624146065333311371471293988963108835569963
450883730382388108303588651424, 1103640296295195872077859549
36721854056293761724232019418865066994981555675473)
>>> valid = verify(generator secp256k1,
     public_key, msg_hash, signature)
>>> print("Signature valid? " + str(valid))
Signature valid? True
>>>
>>> tampered_msg_hash = keccak_hash("tampered msg")
>>> valid = verify(generator_secp256k1, public_key,
     tampered_msg_hash, signature)
>>> print("Signature (tampered msg) valid? " + str(valid))
Signature (tampered msg) valid? False
```

ECDSA: SIGN / VERIFY SIGNATURE

Live Demo

Ethereum Addresses and secp256k1

- The private key in secp256k1 is 256-bit integer (32 bytes)
 - Example of Ethereum private key (encoded as 64 hex digits)

97ddae0f3a25b92268175400149d65d6887b9cefaf28ea2c078e05cdc15a3c0a

The public key is a EC point (2 * 256 bits == 64 bytes)

7b83ad6afb1209f3c82ebeb08c0c5fa9bf6724548506f2fb4f991e2287a77090 177316ca82b0bdf70cd9dee145c3002c0da1d92626449875972a27807b73b42e

- Can be compressed to 257 bits (Ethereum uses prefix 02 or 03)
 - Example of compressed public key (33 bytes / 66 hex digits):

027b83ad6afb1209f3c82ebeb08c0c5fa9bf6724548506f2fb4f991e2287a77090



ECDSA, secp256k1 and Ethereum (2)

- The blockchain address in Ethereum is 20 bytes
 - © Calculated as: last20bytes(keccak256(publicKeyFull))
 - Example of Ethereum address (encoded as 40 hex digits):
 a44f70834a711F0DF388ab016465f2eEb255dEd0
- Digital signatures in secp256k1 are 64 bytes (2 * 32 bytes)
 - ∅ A pair of two 256-bit numbers: [r, s]
 - Calculated by the well-known ECDSA formulas (see <u>RFC6979</u>)

Ethereum Key to Addresses – Example

```
pip install eth_keys
```

To simplify **eth_keys** installation, you may use Anaconda: https://anaconda.com/download

```
import eth_keys, binascii
privKey = eth_keys.keys.PrivateKey(binascii.unhexlify(
  '97ddae0f3a25b92268175400149d65d6887b9cefaf28ea2c078e05cdc15a3c0a'))
print('Private key (64 hex digits):', privKey)
pubKey = privKey.public key
print('Public key (plain, 128 hex digits):', pubKey)
pubKeyCompr = '0' + str(2 + int(pubKey) % 2) + str(pubKey)[2:66]
print('Public key (compressed, 66 hex digits):', pubKeyCompr)
address = pubKey.to_checksum_address()
print('Ethereum address:', address)
```

Verifying an Ethereum Signature

- Ethereum signatures consists of 3 numbers: [v, r, s]
 - v − the compressed Y coordinate of the point R (1 byte: 00 or 01)
 - \otimes r the X coordinate of the point R (256-bit integer, 32 bytes)
 - s − 256-bit integer (32 bytes), calculated from the signer's private key +
 message hash (Ethereum uses keccak256)
 - ▼ Typically encoded as 130 hex digits (65 bytes), e.g. 0x...465c5cf4be401
- © Given an Ethereum signature [v, r, s], the public key can be recovered from [R, s, msgHash] → also the signer's Ethereum address

Sign Message in Ethereum – Example

```
import eth_keys, binascii

privKey = eth_keys.keys.PrivateKey(binascii.unhexlify(
   '97ddae0f3a25b92268175400149d65d6887b9cefaf28ea2c078e05cdc15a3c0a'))
print('Private key (64 hex digits):', privKey)

signature = privKey.sign_msg(b'Message for signing')

print('Signature: [v = {0}, r = {1}, s = {2}]'.format(
   hex(signature.v), hex(signature.r), hex(signature.s)))
print('Signature (130 hex digits):', signature)
```

```
Signature: [v = 0x1, r = 0x6f0156091cbe912f2d5d1215cc3cd81c0963c8839b93af60e0921b61a19c54^30, s = 0xc71006dd93f3508c432daca21db0095f4b16542782b7986f48a5d0ae3c583d4
>>> print('Signature (130 hex digits):', signature)
Signature (130 hex digits): 0x6f0156091cbe912f2d5d1215cc3cd81c0963c8839b93af60e0921b61a19c54300c71006dd93f3508c432daca21db0095f4b16542782b7986f48a5d0ae3c583d401
```





Verify Message Signature in Etherscan

Verify message signature at https://etherscan.io/verifySig by:

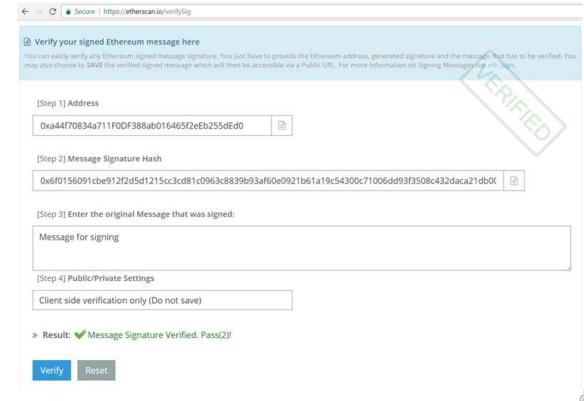
signer address (40 hex digits)

signature (130 hex digits)

original message text

The result is: valid / invalid





Verify Ethereum Signature - Example

```
import eth_keys, binascii
msg = b'Message for signing'
msgSigner = '0xa44f70834a711F0DF388ab016465f2eEb255dEd0'
signature = eth_keys.keys.Signature(binascii.unhexlify())
'6f0156091cbe912f2d5d1215cc3cd81c0963c8839b93af60e0921b61a19c54300c71006d
d93f3508c432daca21db0095f4b16542782b7986f48a5d0ae3c583d401'))
signerPubKey = signature.recover_public_key_from_msg(msg)
print('Signer public key (recovered):', signerPubKey)
signerAddress = signerPubKey.to_checksum_address()
print('Signer address:', signerAddress)
print('Signature valid?:', signerAddress == msgSigner)
```

EdDSA and Ed25519

- Edwards-curve Digital Signature Algorithm (EdDSA) uses twisted Edwards curves, designed by <u>D. Bernstein</u> and others

$$x^2 + y^2 = 1 + dx^2y^2$$

EdDSA (using curve25519) is faster than ECDSA
 (using secp256k1) at similar level of security (even slightly better)



Example: Ed25519 in Python

```
from pure25519 import ed25519_oop
                                                           pip install pure25519
privKey, pubKey = ed25519_oop.create_keypair()
print("Private key (32 bytes):", privKey.to_ascii(encoding='hex'))
print("Public key (32 bytes): ", pubKey.to_ascii(encoding='hex'))
msg = b'Message for signing'
signature = privKey.sign(msg, encoding='hex')
print("Signature (64 bytes):", signature)
try:
    pubKey.verify(signature, msg, encoding='hex')
    print("The signature is valid.")
except:
    print("Invalid signature!")
```







EXERCISES

Ethereum: Private Key to Address, Signing Messages and Verifying Signatures



BLOCKCHAIN CRYPTOGRAPHY

Keys, Addresses, Signatures, Wallets

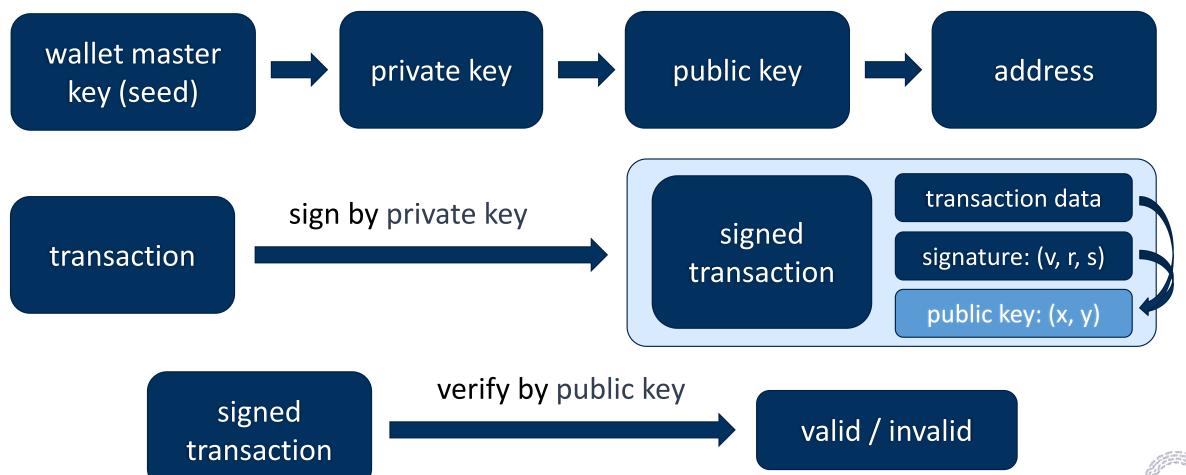
Public Blockchains and Cryptography

- Public blockchain networks (like Bitcoin and Ethereum) are mainly based on ECC (elliptic curve cryptography)
- ❷ Bitcoin, Ethereum, EOS, Tron use ECC with the secp256k1 curve

- IOTA uses Winternitz hash-based cryptography (quantum-safe)
- Monero / CryptoNote use Ed25519 + unique ring signatures
- Dash uses ECC with secp256k1 + coin-mixing of transactions



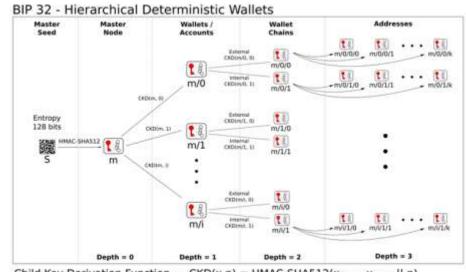
Public / Private Keys, Wallets & Blockchain





ECC and Wallets: BIP32

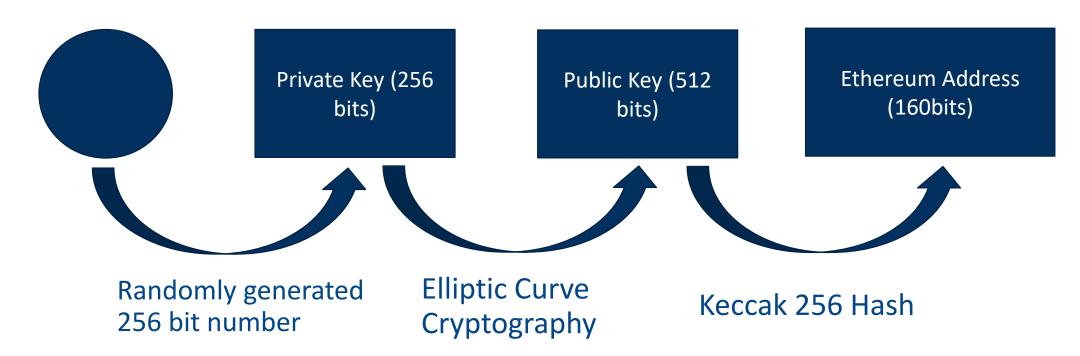
- The BIP-32 standard defines how a cryptowallet can generate multiple keys + addresses
 - The wallet is initialized by a 256-bit master key (seed)
 - WHMAC + ECC math used to generate multiple accounts
 - Through a derivation path
 - © E.g. m/44'/60'/1'/12
 - Each account holds private
 key → public key → address



Child Key Derivation Function $\sim CKD(x,n) = HMAC-SHA512(x_{Chain}, x_{PubRey} || n)$

Generating an Ethereum Address

Wallet seed S / CSPRNG → private key k → public key P → h = Keccak256(P) → Last160bits(h) → address A

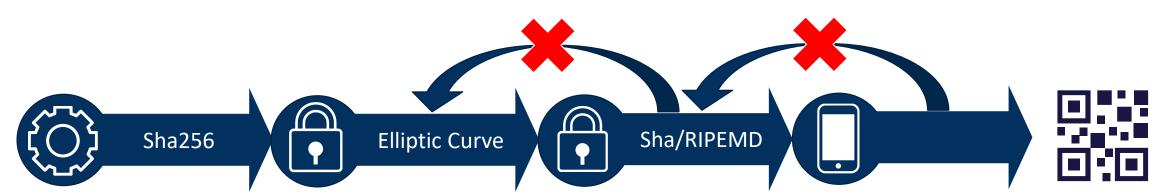


Address collision probability = 1 / 2¹⁶⁰



Generating a Bitcoin Address

 \checkmark Wallet seed **S** / CSPRNG → private key **k** → public key **P** → WIF compressed public key **W** → RIPEMD160(SHA256(**W**)) → address **A**



Random number 256 bit

Private Key

Public Key

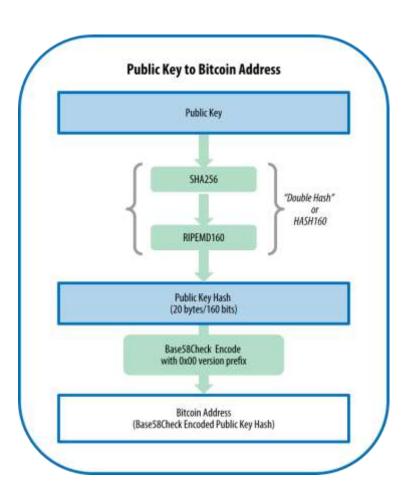
Bitcoin address (public) 1iada439ALej

Bitcoin address (public)
1iada439ALej



Public Key -> Bitcoin Address

- 1. Generate random private key k
- 2. Derive the **public key P** from it
- 3. Pc = CompressPublicKey(P)
- 4. hash = RIPEMD160(SHA256(Pc))
- 5. Base58CheckEncode(hash, network)
 - Calculate checksum = SHA256(
 SHA256(network + hash)) [:4]
 - Base58Encode (network+ hash + checksum)



Generate Bitcoin Address in Python

```
import bitcoin, hashlib, binascii
def private_key_to_public_key(privKeyHex: str) -> (int, int):
  privateKey = int(privKeyHex, 16)
  return bitcoin.fast_multiply(bitcoin.G, privateKey)
def pubkey_to_address(pubKey: str, magic_byte = 0) -> str:
  pubKeyBytes = binascii.unhexlify(pubKey)
  sha256val = hashlib.sha256(pubKeyBytes).digest()
  ripemd160val = hashlib.new('ripemd160', sha256val).digest()
  return bitcoin.bin_to_b58check(ripemd160val, magic_byte)
```

pip install bitcoin

Generate Bitcoin Address in Python (2)

```
private_key = bitcoin.random_key()
print("Private key (hex):", private_key)

public_key = private_key_to_public_key(private_key)
print("Public key (x,y) coordinates:", public_key)

compressed_public_key = bitcoin.compress(public_key)
print("Public key (hex compressed):", compressed_public_key)
address = pubkey_to_address(compressed_public_key)
print("Compressed Bitcoin address (base58check):", address)
```

```
command Prompt - python

>>> address = pubkey_to_address(compressed_public_key)

>>> print("Compressed Bitcoin address (base58check):", address)

Compressed Bitcoin address (base58check): 1NFrYp9xyD9JPUVRazjP4qWGSqomeFEJE

>>> _
```



LIVE DEMO: GENERATE A BITCOIN ADDRESS

https://www.bitaddress.org







EXERCISES

Calculating Hashes and Bitcoin Addresses



POST-QUANTUM CRYPTOGRAPHY

Quantum-Resistant Crypto Algorithm

ECC Cryptography is Quantum Unsafe!

- Ø A k-bit number can be factored in time of order O(k^3) using a quantum computer of 5k+1 qubits (using Shor's algorithm)
 - See http://www.theory.caltech.edu/~preskill/pubs/preskill-1996-networks.pdf
 - 256-bit number (e.g. Bitcoin public key) can be factorized using 1281 qubits in 72*256^3 quantum operations
- Conclusion: publishing signed transactions (like Ethereum does) is not quantum safe → avoid revealing the ECC public key



Hashes are Quantum Safe

- Cryptographic hashes (SHA256 / SHA3) are quantum-safe:
 - \checkmark On traditional computer, finding a **collision** takes \sqrt{N} steps (due to the birthday paradox) → SHA256 has 2^{128} crypto-strength
 - Quantum computers might find hash collisions in $\sqrt[3]{N}$ operations (the <u>BHT</u> algorithm), but this is disputed (see [<u>Bernstein 2009</u>])
- - SHA384, SHA512 and SHA3-384, SHA3-512 are quantum-safe

Symmetric Ciphers are Quantum Safe

- AES encryption / most symmetric ciphers are quantum-safe:
 - \otimes Grover's algorithm finds AES secret key in \sqrt{N} quantum operations
 - Quantum era will double the key size of the symmetric ciphers (see http://cr.yp.to/codes/grovercode-20100303.pdf)
- - 128-bits or less symmetric ciphers are quantum-attackable
- Conclusion: 256-bit symmetric ciphers are quantum safe



Post-Quantum Cryptography

- W Hashes (like SHA256 / SHA3), HMAC, Bcrypt, Scrypt are basically quantum-safe (only slightly affected by quantum computing)
 - Use 384-bits or more to be quantum-safe (256-bits should be enough for long time)
- Symmetric ciphers (like AES-256, Twofish-256) are quantum-safe
 Use 256-bits or more as key length (don't use 128-bit AES)
- RSA, DSA, ECDSA, DHKE are quantum-broken!
 - Use quantum-safe signatures (e.g. lattice-based or hash-based)
 - See https://en.wikipedia.org/wiki/Post-quantum cryptography

Summary

- Public / private key cryptography is widely used in the blockchain technologies
- Elliptic curves are not quantum safe





Blockchain Dev Course: Welcome

Questions?



THANK YOU

ENSURING THE FUTURE OF BLOCKCHAIN