

# ShardDAG

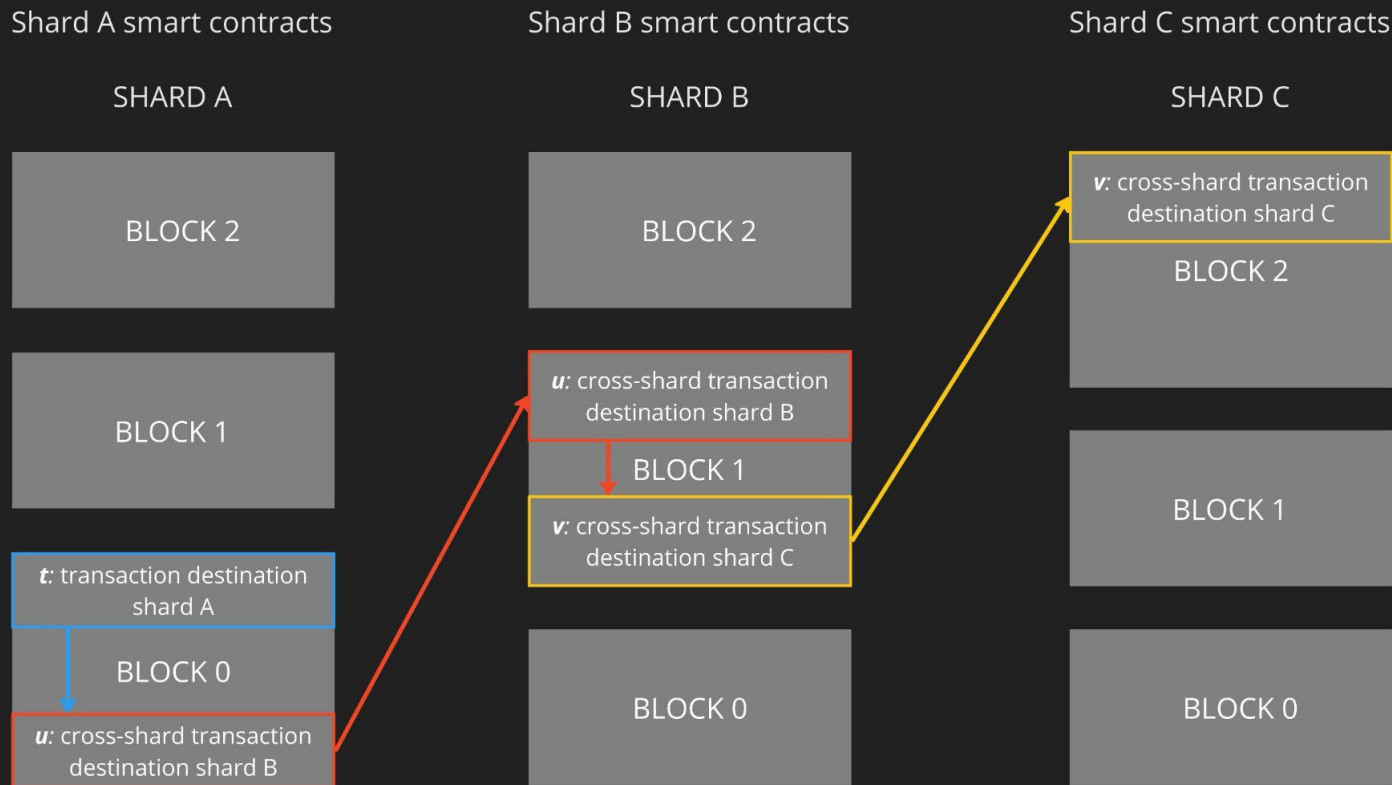
## Ordering a Sharded Blockchain

James Henderson



# zkSharding Review

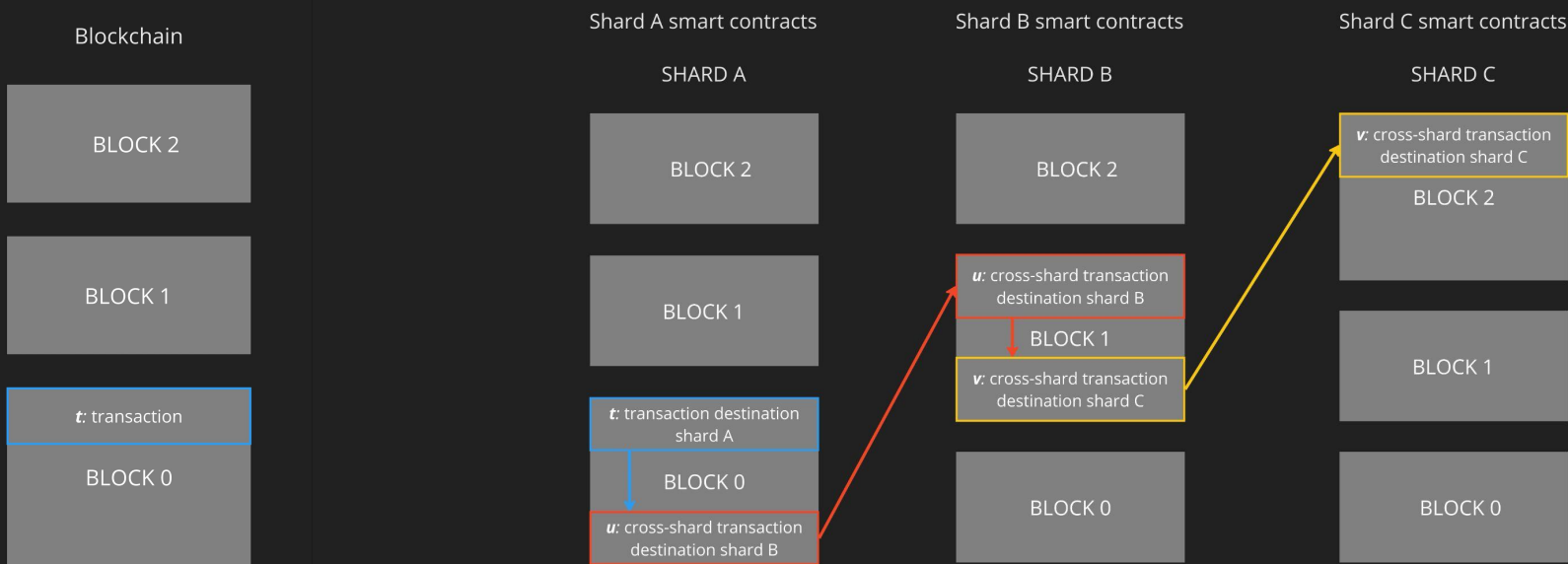
## State Sharding and Cross-Shard Transactions



# Exploits, Censorship, Regulation, Fairness, Decentralisation ... Getting Data On-Chain

- Blockchain problem: Data on-chain is secure, but **getting data on-chain is (potentially) dangerous, problematic**
  - Centralising force - PBS potential solution
- Exploits: sandwiching, frontrunning, censorship, regulation, oracle manipulation, ...
- If money can be made from an exploit, somebody will do it, potentially spawning an entire industry
  - High frequency trading, traditional finance
- Blockchain is still new - exploits will continue to be developed

# Sharding Magnifies Exploitation Problems



## Non-Sharded:

Transaction completion requires cooperation from a single block proposer

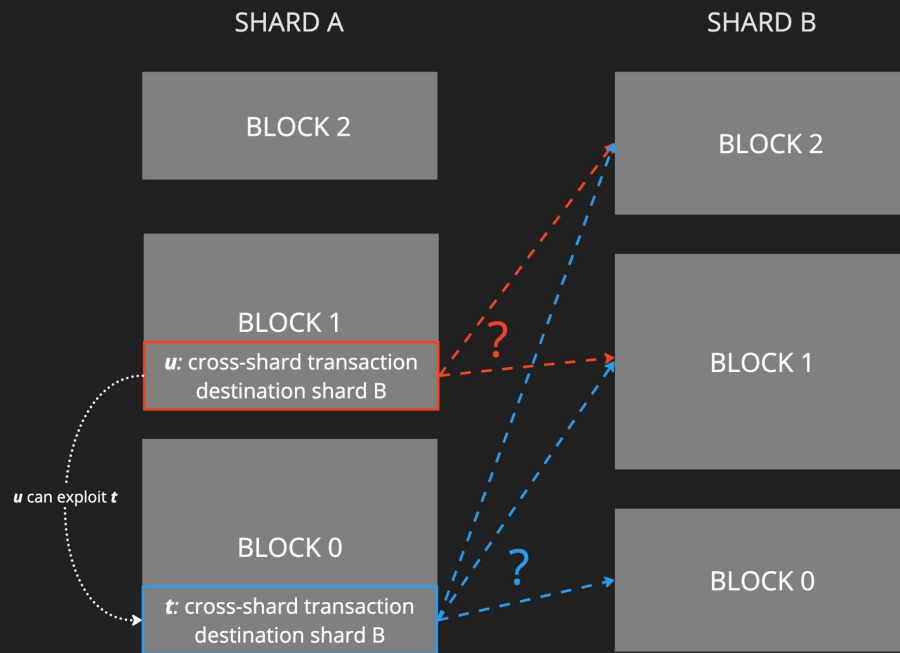
## Sharded:

Transaction completion may require cooperation from many shard block proposers

# Cross-Shard Transactions & Ordering

Enforce ordering to constrain exploits

- Punishment for not processing a cross-shard transaction, or processing in an incorrect order.
- Order is enforceable if it can be established that all the required data was available to the shard and that the shard subsequently failed to process it correctly.
- A mechanism is required for establishing cross-shard transaction data availability.
- TON has no verifiable, enforceable ordering
  - exploitable



# Strategy

**zkSharding employs a shardDAG architecture that combines protocol rules, rewards and penalties to constrain the ability of validators to manipulate the processing of transactions.**

Enforce Data Availability of  
Cross-Shard Transactions



Enforce Receipt of  
Cross-Shard  
Transactions



Enforce Order of  
Processing Transactions  
& Cross-Shard  
Transactions

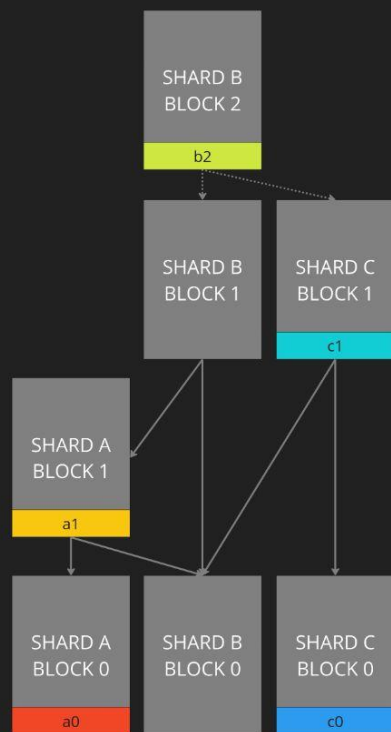


Transactions Complete  
& Exploitation  
Constraints

# ShardDAG

## Directed Acyclic Graph - Partial Order

SHARD A    SHARD B    SHARD C

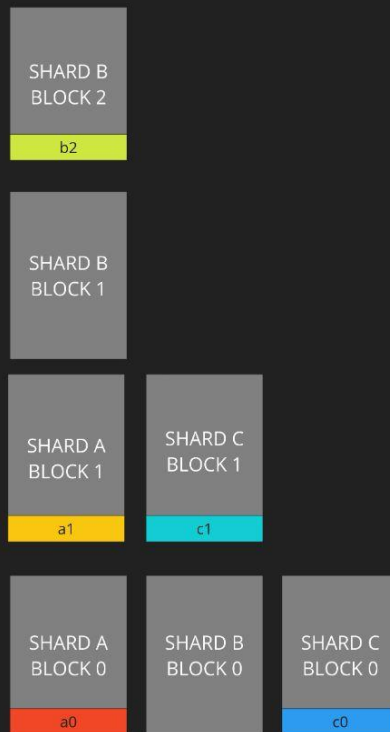


Later

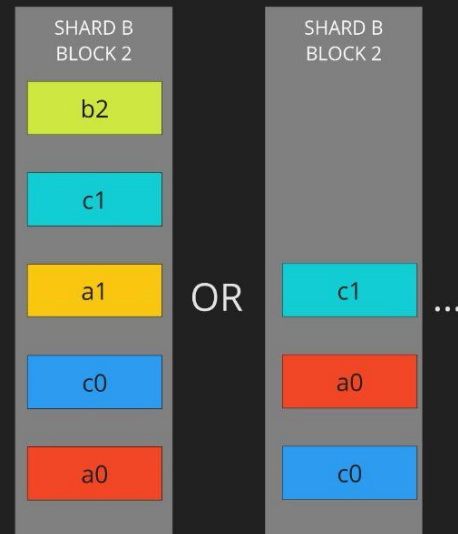
ORDER

Shard  
Block  
Order

Earlier



- a0**: cross-shard transactions destination shard B
- a1**: cross-shard transactions destination shard B
- b2**: new transactions destination shard B
- c0**: cross-shard transactions destination shard B
- c1**: cross-shard transactions destination shard B

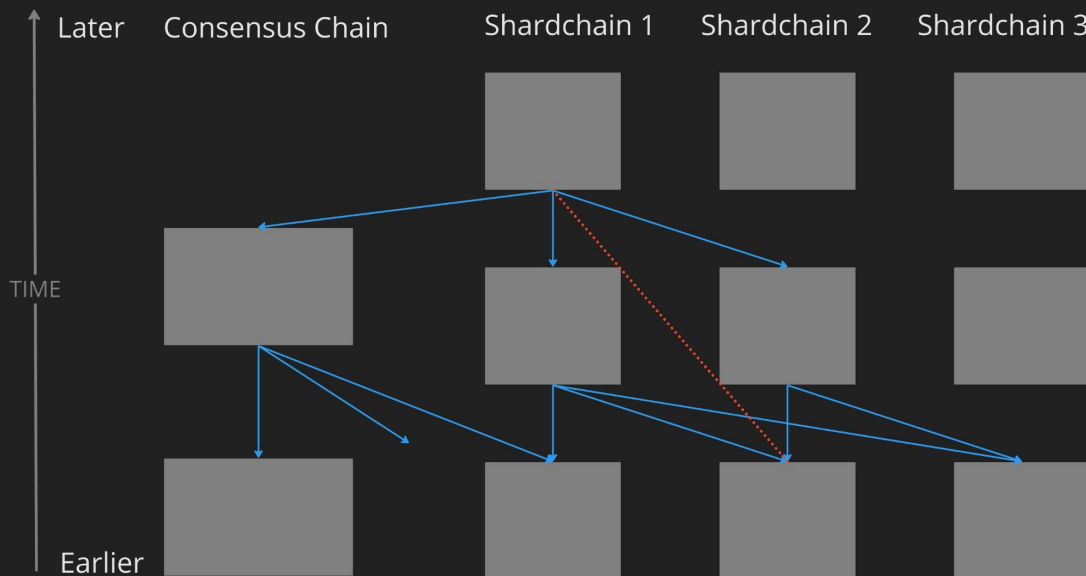
Cross-Shard  
transaction  
&  
Transaction  
Order

# Shard Block Data Structure

Shard Block Header Contains:

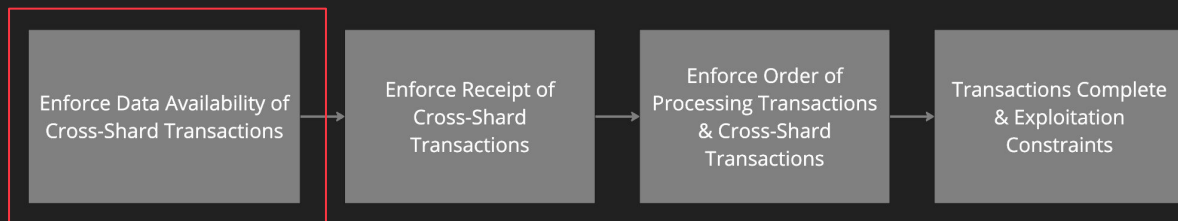
- Hash to previous block
- Hashes to other shard blocks
- Hash to consensus block

Hashes acknowledge receipt of shard block header and outbox of cross-shard transactions, *for entire subgraph.*

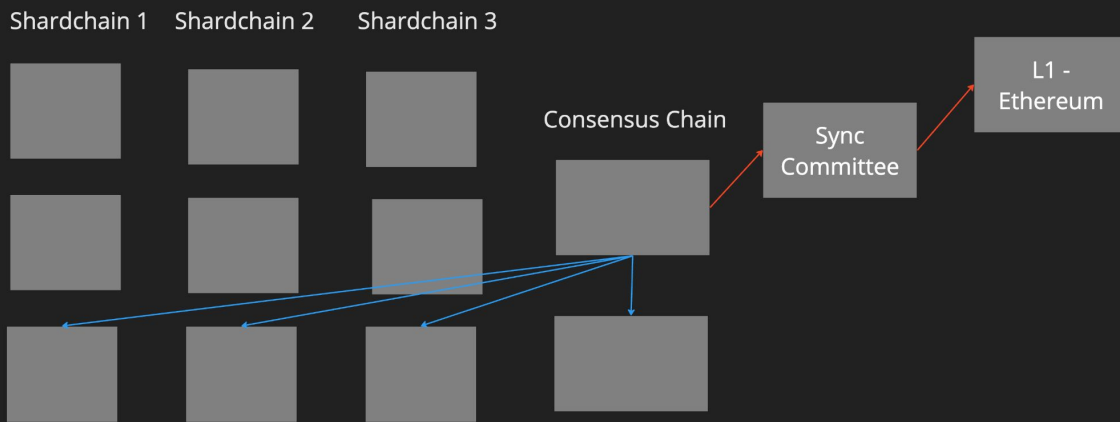




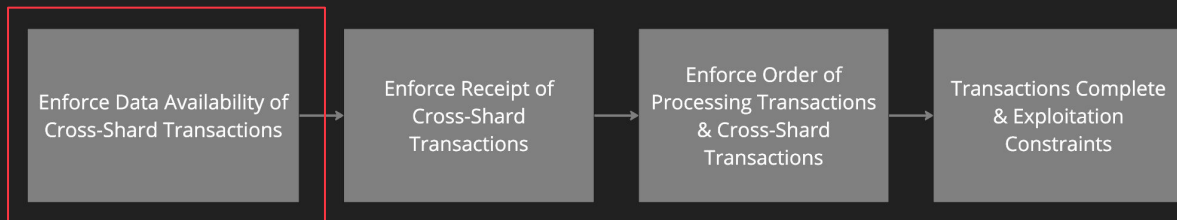
# Consensus Chain



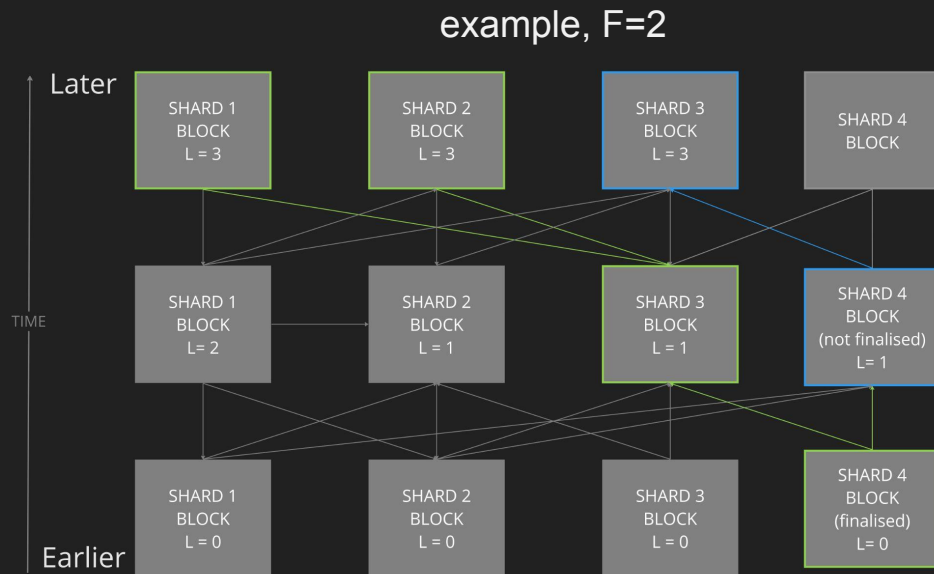
- Consensus chain checks for some malicious shard behaviour
- Shard blocks must be included in consensus chain
  - To reach finality
  - For validators to get paid



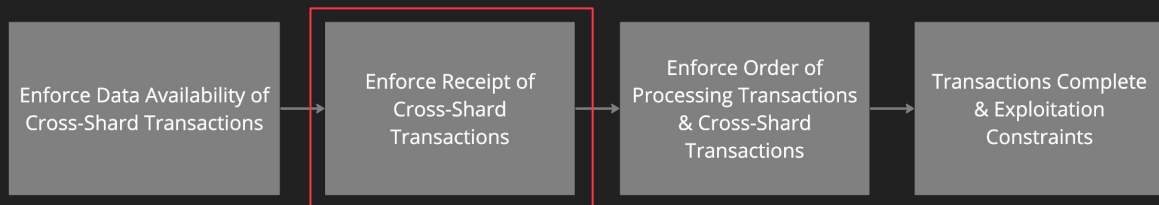
# Sending Cross-Shard Transactions



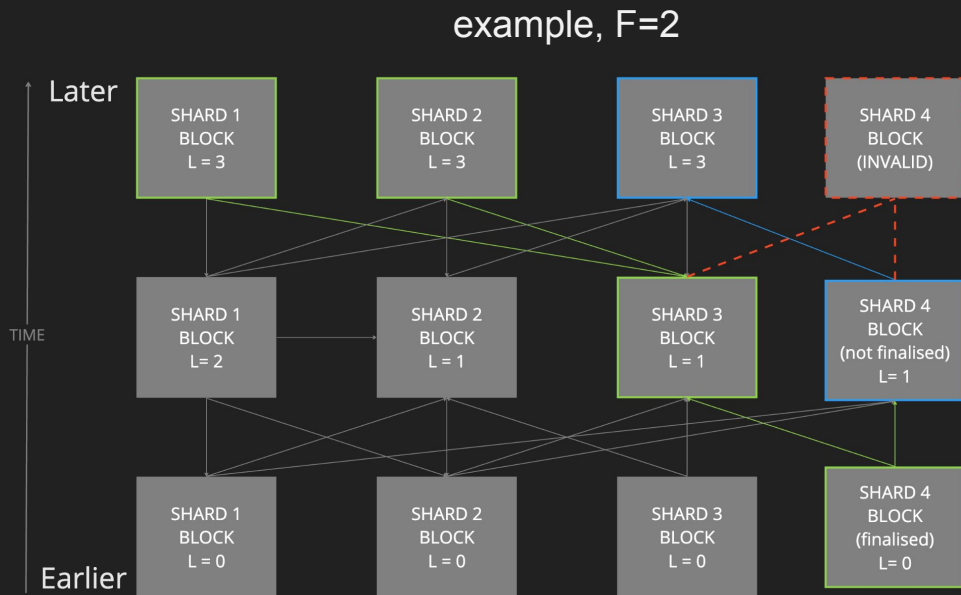
- $F$  is a parameter controlling DAG branching
  - Controls rate of data ‘spreading’ amongst shards
- [CHILD CONDITION]: For a shard block  $b$  to be finalised,
  - $b$  received by  $>F$  shards (via hashes) within the consensus chain subgraph



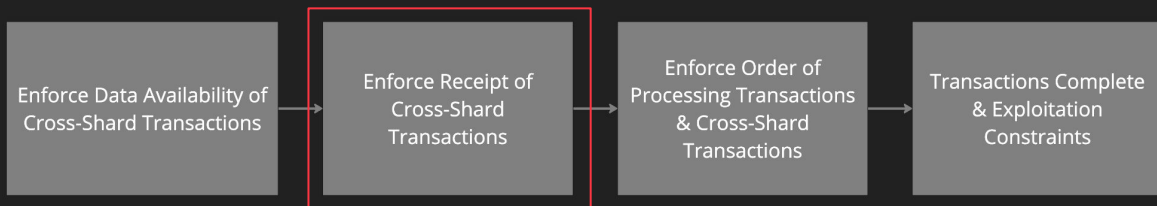
# Receipt of Cross-Shard Transactions



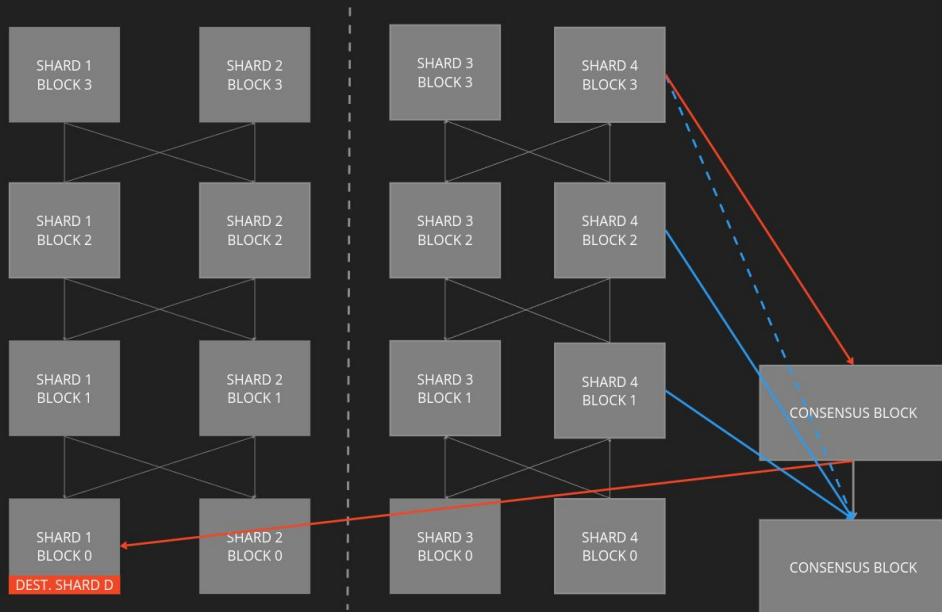
- [PARENT CONDITION]: For shard block  $b$  to be valid
  - $b$  must acknowledge receipt of *new* shard blocks from  $>F$  shards
- Shards/validators must receive shard block data to get paid



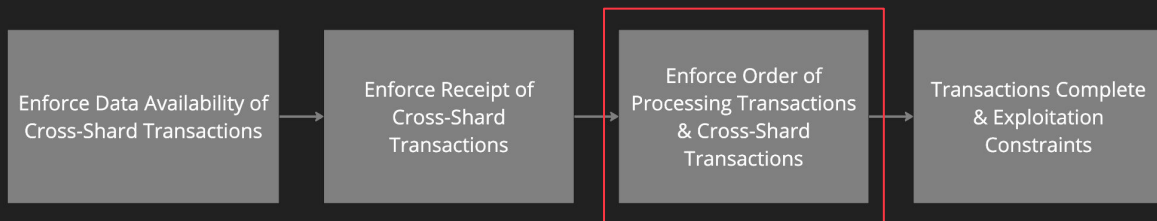
# Receipt of Cross-Shard Transactions



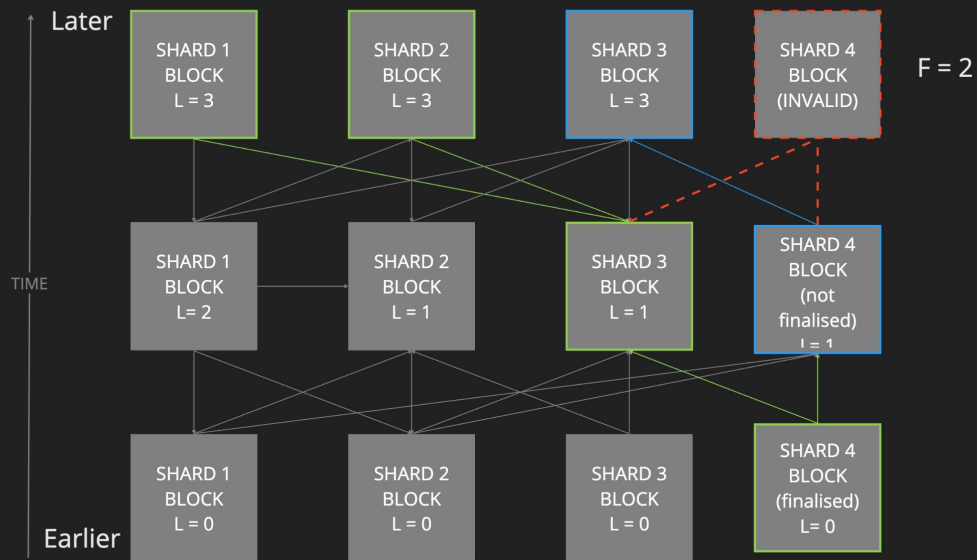
- [CONSENSUS PARENT CONDITION]:
  - Only  $X$  consecutive shard blocks can connect to the same consensus block
- Guarantees cross-shard transactions (eventually) reach destination
- Shards/validators must receive shard block data to get reward



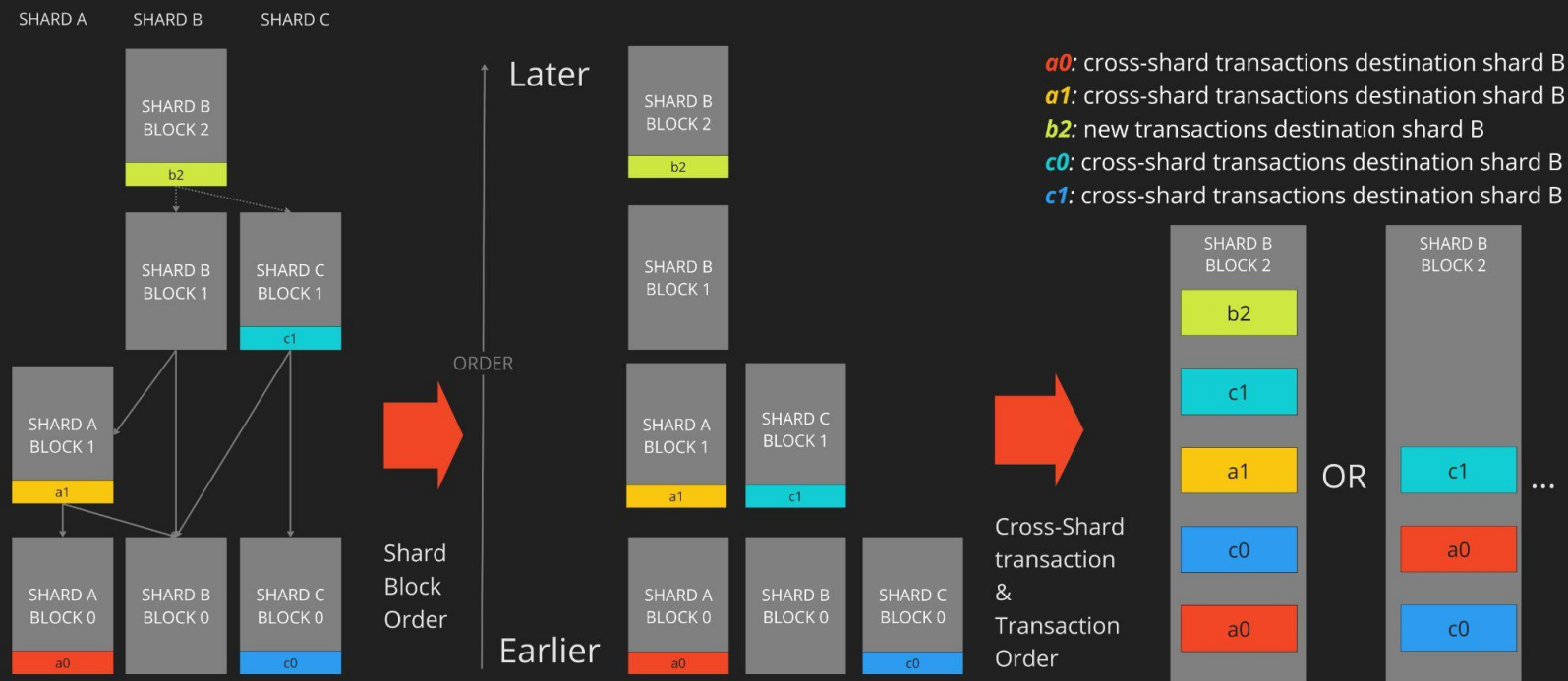
# Ordering Cross-Shard Transactions



- Lamport Timestamps (logical clock)
  - $L$  : 1 more than largest parent
- Processing order within a block's subgraph:
  - $L=0$ ,
  - then  $L=1$ ,
  - then  $L=2$ ,
  - ... until block is full



# Ordering Cross-Shard Transactions



- Cross-shard transactions inherit the ordering of shard blocks from the DAG
- Processing anything outside a shard block's subgraph is invalid.
- Retain order of multiple CSTs in a single shard block.

# For the Future

- Data Storage
  - Deleting processed cross-shard transactions that are no longer needed
  - Sampling
- Communication overheads
  - Efficient messaging in the P2P network
  - Push and pull messaging
- Other ordering criteria
  - Fees
  - Async locks
  - Overloaded shards

# Thank you!



Questions?

Notion: [Shard Interaction Architecture](#)  
[current]