



# Meta Transactions:

Gassless / Etherless / Subsidized  
Transacting on Ethereum

# Why Ether Exists?

## Halting Problem:

*“determining, from a description of an arbitrary computer program and an input, whether the program will **finish running** (i.e., halt) or continue to **run forever**.”*

- [https://en.wikipedia.org/wiki/Halting\\_problem](https://en.wikipedia.org/wiki/Halting_problem)

# Story Time



# Anatomy of an Ethereum Transaction

```
{  
  // Required unless deploying a contract (in which case omit)  
  to: addressOrName, // the target address or ENS name  
  
  // These are optional/meaningless for call and estimateGas  
  nonce: 0,           // the transaction nonce  
  gasLimit: 0,        // the maximum gas this transaction may spend  
  gasPrice: 0,        // the price (in wei) per unit of gas  
  
  // These are always optional (but for call, data is usually specified)  
  data: "0x",         // extra data for the transaction, or input for call  
  value: 0,           // the amount (in wei) this transaction is sending  
  chainId: 3          // the network ID; usually added by a signer  
}
```

<https://docs.ethers.io/ethers.js/html/api-providers.html#transaction-requests>

# Anatomy of an Ethereum Transaction

Hash it

```
{
  // Required unless deploying a contract (in which case omit)
  to: addressOrName, // the target address or ENS name

  // These are optional/meaningless for call and estimateGas
  nonce: 0,           // the transaction nonce
  gasLimit: 0,        // the maximum gas this transaction may spend
  gasPrice: 0,        // the price (in wei) per unit of gas

  // These are always optional (but for call, data is usually specified)
  data: "0x",         // extra data for the transaction, or input for call
  value: 0,           // the amount (in wei) this transaction is sending
  chainId: 3          // the network ID; usually added by a signer
}
```

<https://docs.ethers.io/ethers.js/html/api-providers.html#transaction-requests>

tag

# Anatomy of an Ethereum Transaction

Hash it

Sign it

```
{
  // Required unless deploying a contract (in which case omit)
  to: addressOrName, // the target address or ENS name

  // These are optional/meaningless for call and estimateGas
  nonce: 0,           // the transaction nonce
  gasLimit: 0,        // the maximum gas this transaction may spend
  gasPrice: 0,        // the price (in wei) per unit of gas

  // These are always optional (but for call, data is usually specified)
  data: "0x",         // extra data for the transaction, or input for call
  value: 0,           // the amount (in wei) this transaction is sending
  chainId: 3          // the network ID; usually added by a signer
}
```

<https://docs.ethers.io/ethers.js/html/api-providers.html#transaction-requests>

tag

# Anatomy of an Ethereum Transaction

Hash it

Sign it

Send to network

```
{  
  // Required unless deploying a contract (in which case omit)  
  to: addressOrName, // the target address or ENS name  
  
  // These are optional/meaningless for call and estimateGas  
  nonce: 0,           // the transaction nonce  
  gasLimit: 0,        // the maximum gas this transaction may spend  
  gasPrice: 0,        // the price (in wei) per unit of gas  
  
  // These are always optional (but for call, data is usually specified)  
  data: "0x",         // extra data for the transaction, or input for call  
  value: 0,           // the amount (in wei) this transaction is sending  
  chainId: 3          // the network ID; usually added by a signer  
}
```

<https://docs.ethers.io/ethers.js/html/api-providers.html#transaction-requests>

tag

# Anatomy of an Ethereum Transaction

```
{  
  // Required unless deploying a contract (in which case omit)  
  to: addressOrName, // the target address or ENS name  
  
  // These are optional/meaningless for call and estimateGas  
  nonce: 0,           // the transaction nonce  
  gasLimit: 0,        // the maximum gas this transaction may spend  
  gasPrice: 0,        // the price (in wei) per unit of gas  
  
  // These are always optional (but for call, data is usually specified)  
  data: "0x",         // extra data for the transaction, or input for call  
  value: 0,           // the amount (in wei) this transaction is sending  
  chainId: 3          // the network ID; usually added by a signer  
}
```

Hash it

Sign it

Send to network

Wait till mined

<https://docs.ethers.io/ethers.js/html/api-providers.html#transaction-requests>

tag



# What if...

```
{
  // Required unless deploying a contract (in which case omit)
  to: addressOrName, // the target address or ENS name

  // These are optional/meaningless for call and estimateGas
  nonce: 0,           // the transaction nonce
  gasLimit: 0,         // the maximum gas this transaction may spend
  gasPrice: 0,         // the price (in wei) per unit of gas

  // These are always optional (but for call, data is usually specified)
  data: "0x",          // extra data for the transaction, or input for call
  value: 0,            // the amount (in wei) this transaction is sending
  chainId: 3           // the network ID; usually added by a signer
}
```

hash and sign

include as **data** in  
new transaction

```
{
  // Required unless deploying a contract (in which case omit)
  to: addressOrName, // the target address or ENS name

  // These are optional/meaningless for call and estimateGas
  nonce: 0,           // the transaction nonce
  gasLimit: 0,         // the maximum gas this transaction may spend
  gasPrice: 0,         // the price (in wei) per unit of gas

  // These are always optional (but for call, data is usually specified)
  data: "0x",          // extra data for the transaction, or input for call
  value: 0,            // the amount (in wei) this transaction is sending
  chainId: 3           // the network ID; usually added by a signer
}
```

What if...

Someone else  
foots the gas bill



## Normal Tx

Sign **transaction**

**Protocol** verifies signature

Contract **verifies** `msg.sender`

**Protocol** handles replay  
protection

## Meta Tx

Sign **data**

**Contract** verifies signature

Contract **agnostic** to `msg.sender`

**Contract** handles replay  
protection

# Demo Time

<https://github.com/NoahMarconi/metatransactions>

The logo consists of a dark purple square with the word "tag" written in white lowercase letters.

```
mapping (address => uint256) private _nonces;
```

```
function payloadToSign(
    address sender,
    uint256 value,
    address spender,
    uint256 nonce
) public
    view
    returns (bytes32 payload)
{
    return ECDSA.toEthSignedMessageHash(
        keccak256(abi.encodePacked(
            sender,           // Token Owner.
            address(this),    // Token address (replay protection).
            value,            // Number of tokens.
            spender,          // Address being approved to spend.
            nonce              // Local sender specific nonce (replay protection).
        )))
    );
}
```

```
function verifyApproval(  
    address sender,  
    bytes32 payload,  
    bytes signature  
) public  
    pure  
    returns (bool)  
{  
    address recoveredAddress = ECDSA.recover(  
        ECDSA.toEthSignedMessageHash(payload),  
        signature  
    );  
  
    return recoveredAddress == sender;  
}
```

```
function metapprove(
    address sender,
    uint256 value,
    address spender,
    uint256 nonce,
    bytes signature
) public returns (bool success) {

    // Verify and increment nonce.
    require(getNonce(sender) == nonce);
    _nonces[sender] = _nonces[sender].add(1);

    // Verify signature.
    bytes32 payload = payloadToSign(sender, value, spender, nonce);
    require(verifyApproval(sender, payload, signature));

    // Standard approve.
    require(spender != address(0));

    _allowed[sender][spender] = value;
    emit Approval(sender, spender, value);
    return true;
}
```



# To Note

## Replay protection

Smart contract now responsible for work the protocol would have done for you.

## Fees

Can charge a fee in ETH or in tokens.



# Other Approaches

## Merkle Root Redemption

See: <https://blog.ricmoo.com/merkle-air-drops-e6406945584d?gi=5c1c7f05c466>

## One Time Address

See: <https://medium.com/@weka/how-to-send-ether-to-11-440-people-187e332566b7>



# Further Reading

<https://metatx.io/>

<https://eips.ethereum.org/EIPS/eip-1077>

<https://medium.com/coinmonks/gasless-transactions-f75382095c4f>

<https://github.com/jpitts/eth-community-discussions/blob/master/meta-transactions.md>

<https://tagloyalty.com>

Thank You  
for you time today

We would love to hear from you

**Morgan Kelly**  
647.402.1640  
morgan@tagloyalty.com

**Noah Marconi**  
647.669.5538  
noah@tagloyalty.com

