

Quorum

Motivation

Use cases

Ethereum as a starting point

Ethereum as a starting point

Use cases

Motivation

Interbank Information Network
Credit Default Swap



Ethereum as a starting point

Use cases

Motivation

Distributed Database	Public Blockchain
closed, single operator	open, multiple operators
trust among nodes	trustless, censorship resistant
fast, capable of strong consistency	slow, eventual consistency
store of mutable state	log of state transitions

Ethereum as a starting point

Use cases

Motivation

Distributed Database	...	Public Blockchain
closed, single operator	multiple known operators	open, multiple operators
trust among nodes	accountability	trustless, censorship resistant
fast, capable of strong consistency	strong, not eventual consistency	slow, eventual consistency
store of mutable state	log of state transitions	log of state transitions

Motivation

Ethereum as a starting point

Use cases

Also—

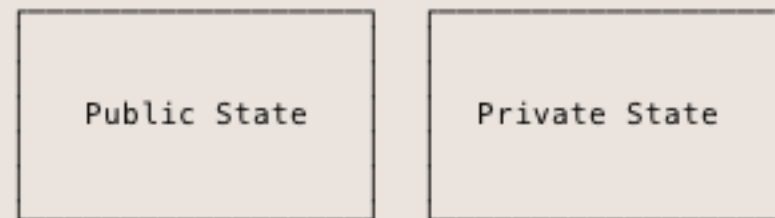
Confidential transactions

Real-world governance (tech *and* law)

Enterprise deployment & support

Simple Privacy

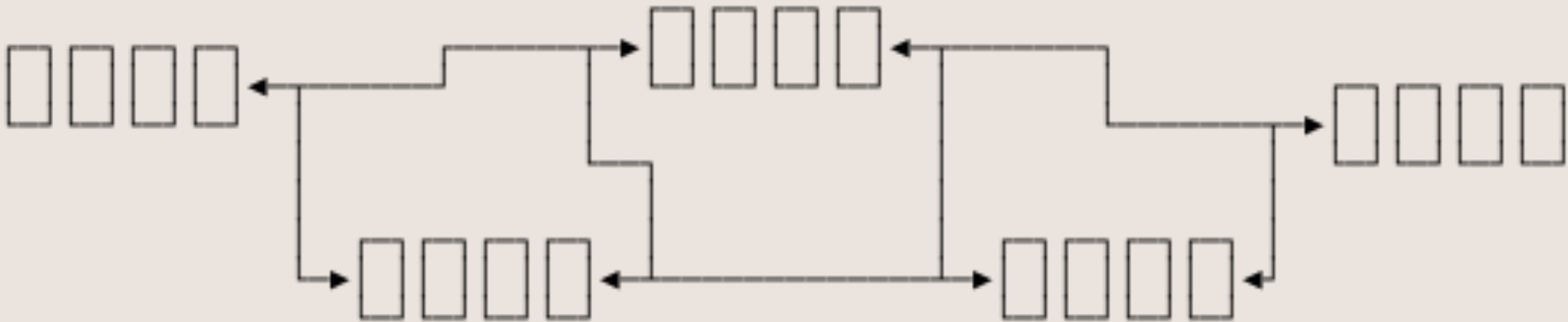
Two separate state trees



Constellation

Simple Privacy

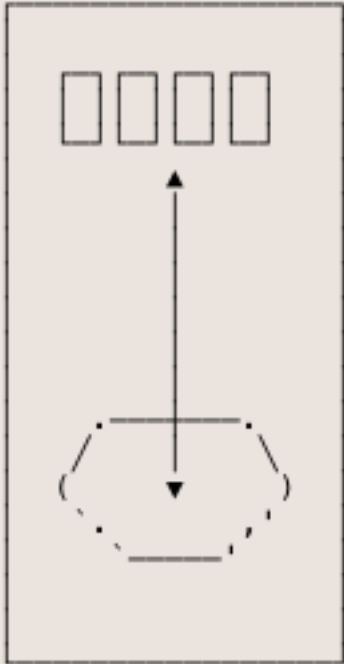
Ethereum network



One node

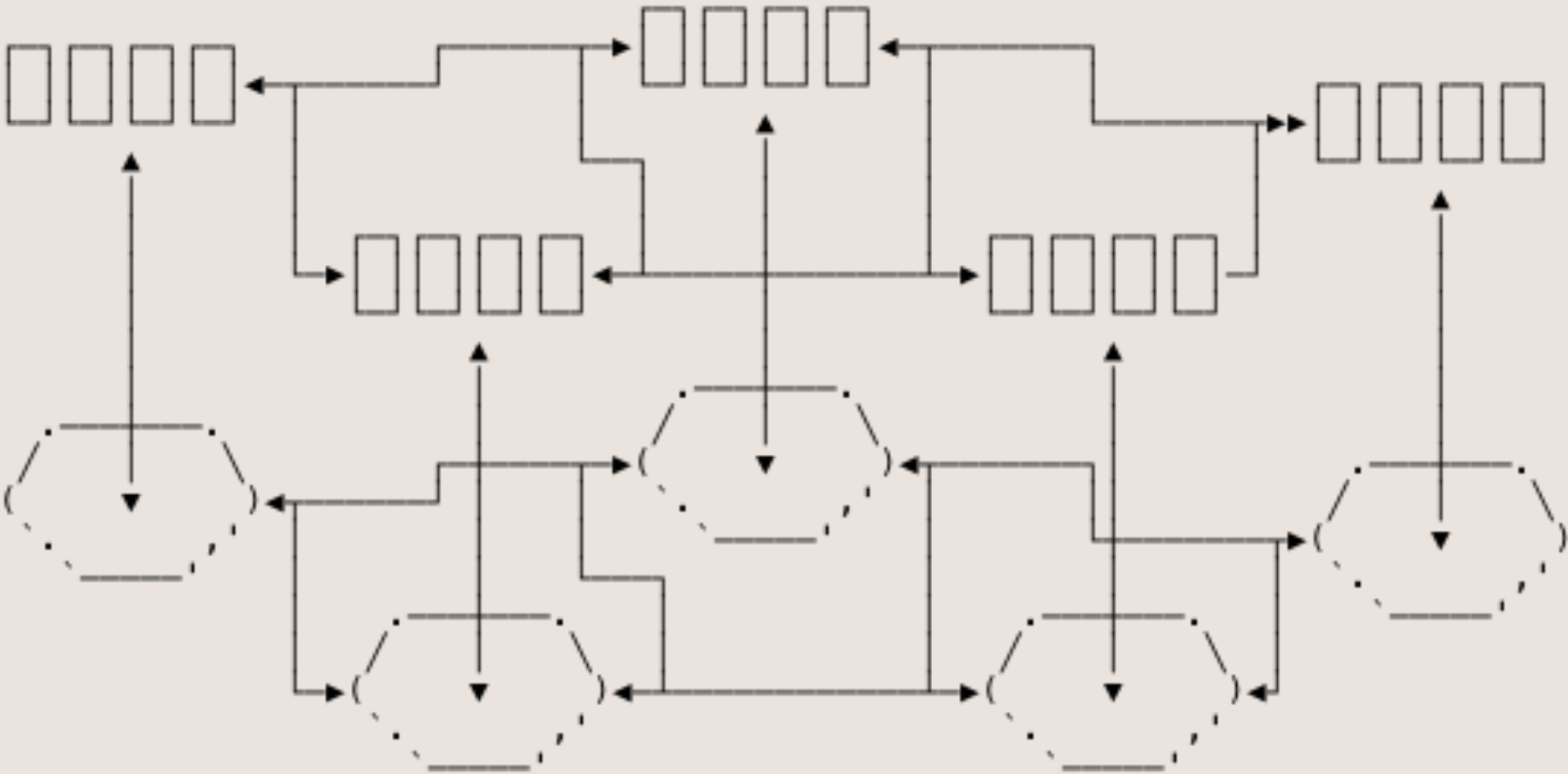


With a private enclave



Quorum network

Peer-to-peer encrypted message exchange



Simple Privacy

Creating a Private Contract

```
var simple = checkingAccountContract.new(42, {  
  from: web3.eth.accounts[0],  
  data: bytecode,  
  gas: 300000,  
});
```

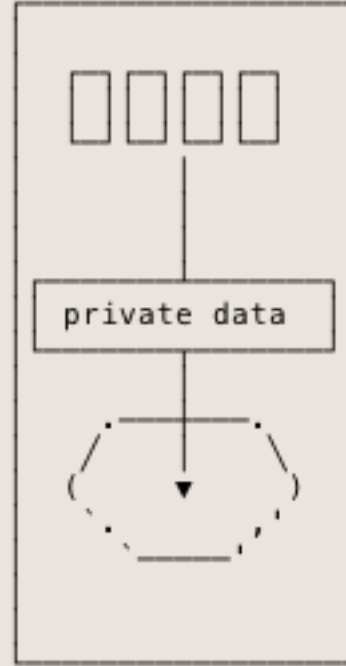
Simple Privacy

Creating a Private Contract

```
var simple = checkingAccountContract.new(42, {  
  from: web3.eth.accounts[0],  
  data: bytecode,  
  gas: 300000,  
  
  privateFor: ["R0AZBWtSacxXQr0e3FGAqJDyJjFePR5ce4TSIzmJ0Bc="]  
  //          <-                public key                ->  
});
```

Simple Privacy

Creating a Private Contract



Simple Privacy

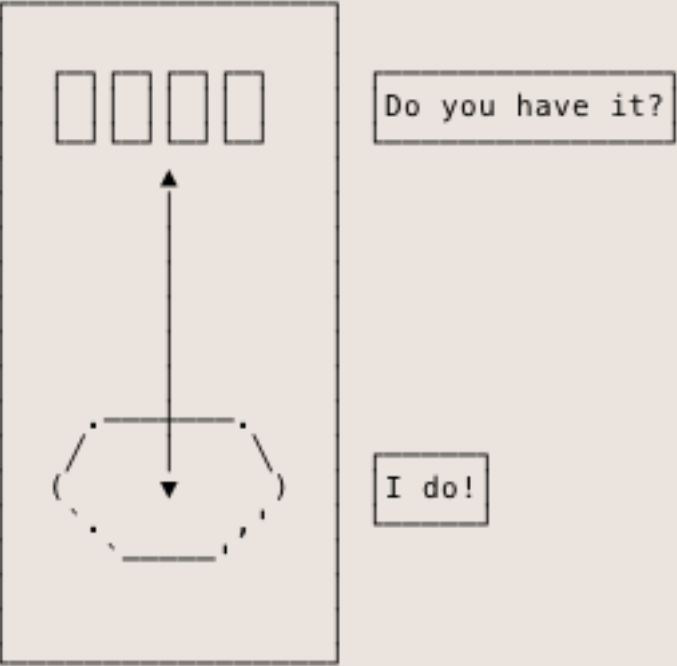
Conseus with Private State

From: Alice Type: create	contract PublicElection { function vote(...
From: Bob Type: call	vote("jane")
From: Alice Type: call	vote("roger")
e70dd187342f83a4c447a950dfbdb0f1ca32ef35	
158a7a881dc6f262fd44cc5df255f1f1608ed062	

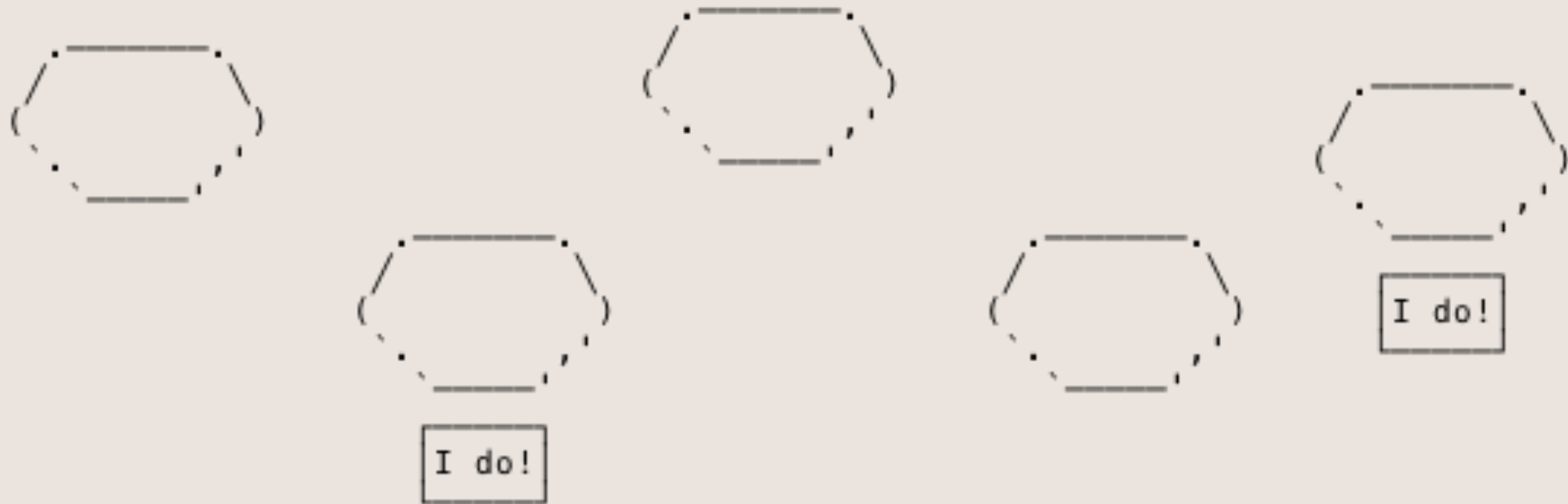


Simple Privacy

IMAGE



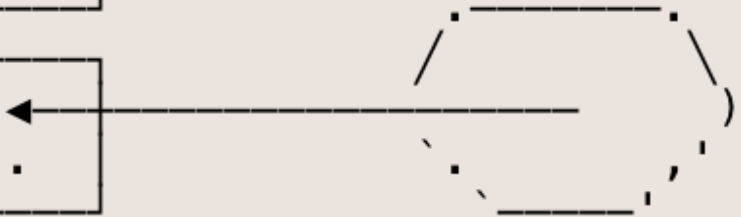
Who has this payload?



Simple Privacy

Conseus with Private State

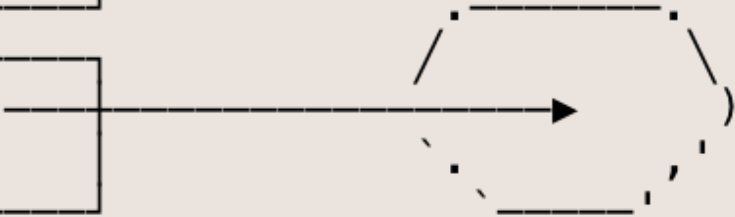
From: Alice Type: create	contract PublicElection { function vote(...
From: Bob Type: call	vote("jane")
From: Alice Type: call	vote("roger")
From: Bank Type: create	contract DeedTransfer { function startDueDiligence(...
158a7a881dc6f262fd44cc5df255f1f1608ed062	



Simple Privacy

Conseus with Private State

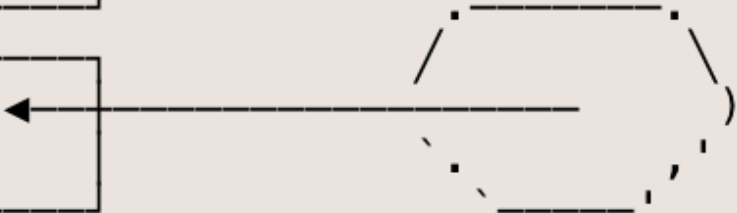
From: Alice Type: create	contract PublicElection { function vote(...
From: Bob Type: call	vote("jane")
From: Alice Type: call	vote("roger")
e70dd187342f83a4c447a950dfbdb0f1ca32ef35	
158a7a881dc6f262fd44cc5df255f1f1608ed062	



Simple Privacy

Conseus with Private State

From: Alice Type: create	contract PublicElection { function vote(...
From: Bob Type: call	vote("jane")
From: Alice Type: call	vote("roger")
e70dd187342f83a4c447a950dfbdb0f1ca32ef35	
NOT FOUND	



Simple Privacy

Creating Other Contracts

Private contracts can call other private contracts
Private contracts can also call public contracts

But...

Simple Privacy

Creating Other Contracts

DEMO

Consensus

Everyone is anonymous

Mutual lack of trust

Mining power as proxy for:

- Investment in the network
- How much of the vote you get

**One Bitcoin Transaction Now Uses
as Much Energy as Your House in a
Week**

Consensus

Enterprise

Everyone is ~~anonymous~~ known
Mutual ~~lack of~~ trust
Mining is not necessary

What does a consensus mechanism do?

1	a = 1
2	b = 2
3	a = 100
4	c = 5

Consensus

Raft

“Raft is a consensus algorithm that is designed to be easy to understand. It’s equivalent to Paxos in fault-tolerance and performance.”

Formally verified protocol

We use the etcd implementation, which is written in Go and not verified, but mature

Consensus

Raft

Strenghts, Weaknesses, Limitations

- Censorship
- Cluster size
- Throughput / latency
- No forking

Consensus

Raft

Strenghts, Weaknesses, Limitations

Cluster Size

Cluster Size

Servers	Quorum Size (majority)	Failure Tolerance
1	1	0
2	2	0
3	2	1*
4	3	1
5	3	2*
...

Consensus

Raft

Strenghts, Weaknesses, Limitations

Throughput

Up to 1100 tx/s (ideal conditions)
0 - 50 ms latency

Ethereum + Raft

Consensus

Ethereum	Raft
miner minter	leader
verifier	follower

Consensus

Ethereum + Raft

“Speculative Minting”

Mint every 50 ms
Raft can take arbitrarily long to confirm blocks

Consensus

Istanbul BFT/PBFT

Based on PBFT (Castro-Liskov 99)
Up to F of N fault nodes ($N = 3F + 1$)
Doesn't scale to as many nodes
Censorship resistant



The Honey Badger of BFT Protocols

- Miller, Xia, Croman, Shi, Song

Thunderella: Blockchains with Optimistic Instant Confirmation

- Pass, Shi

ZSL

```
assert(presentationEnded);
```