

# Distributed Key Generation with Ethereum Smart Contracts

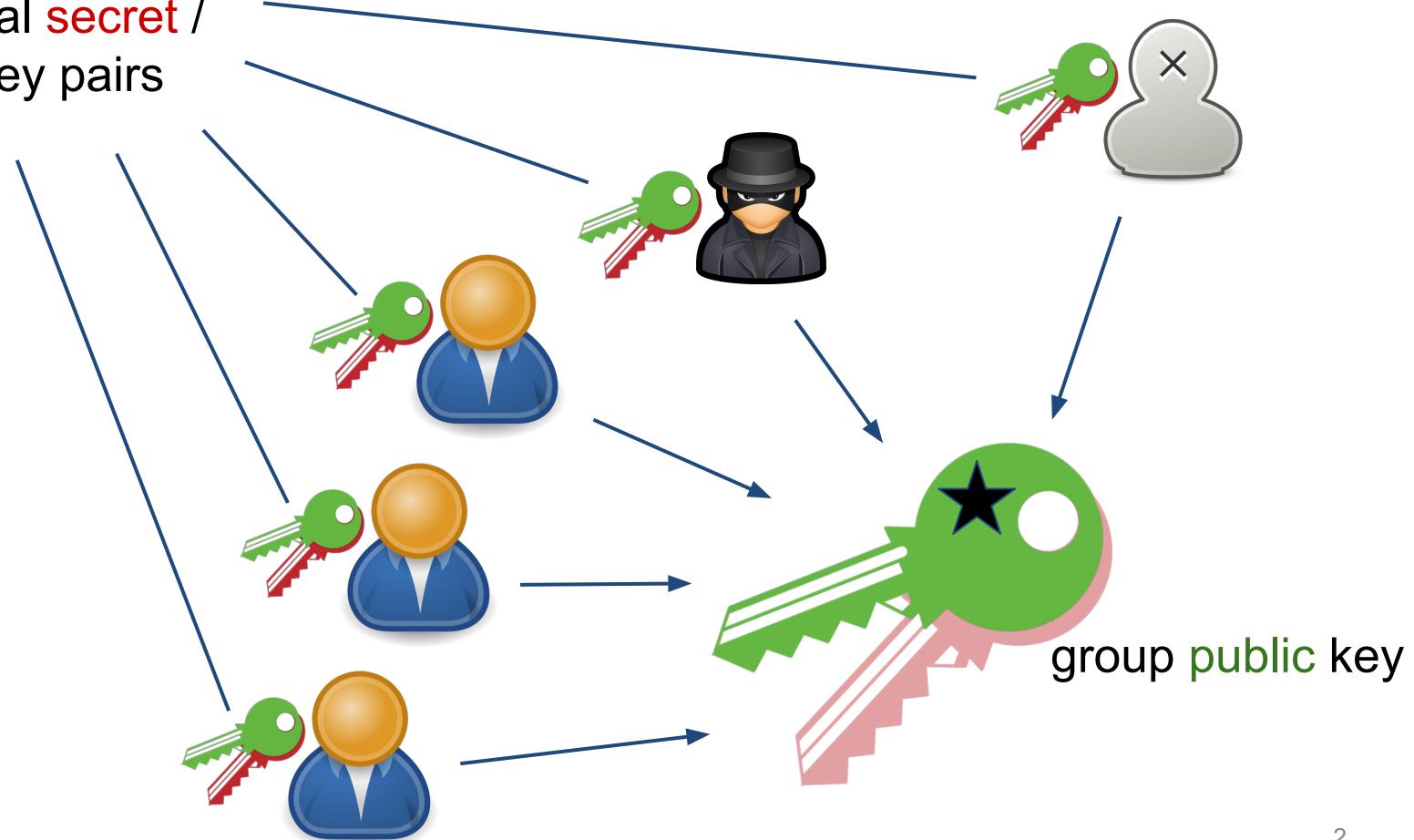
Philipp Schindler, Aljosha Judmayer, Nicholas Stifter

[pschindler@sba-research.org](mailto:pschindler@sba-research.org)

<https://github.com/PhilippSchindler/ethdkg>

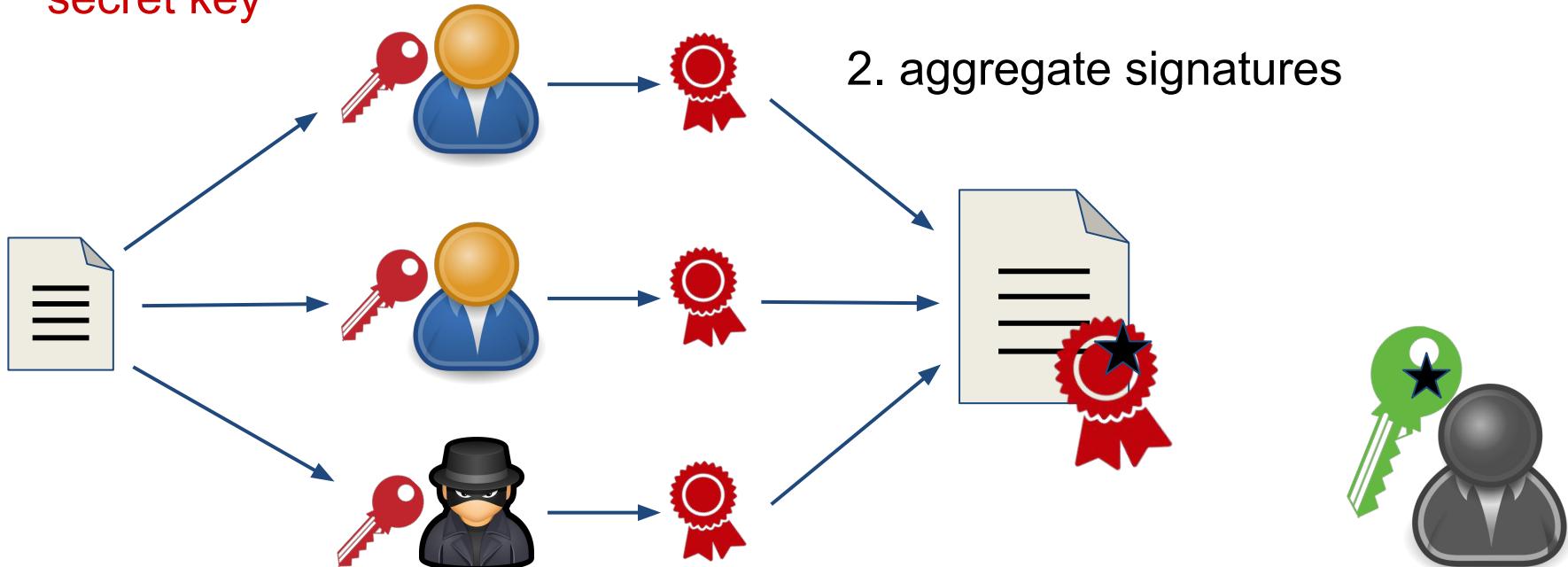


individual **secret** /  
public key pairs





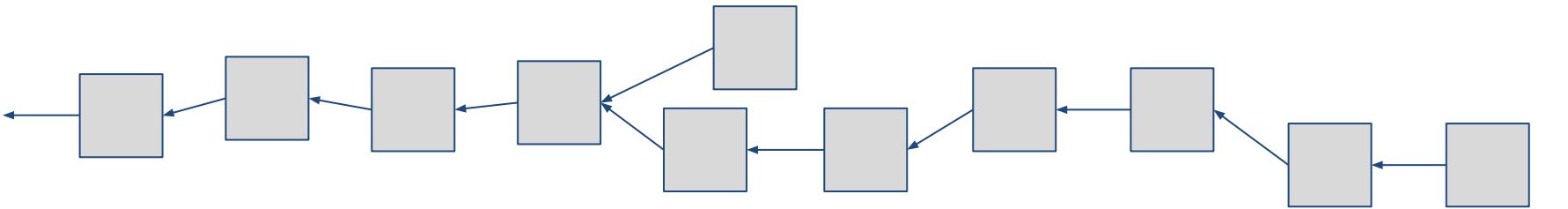
1. sign message using **individual secret key**



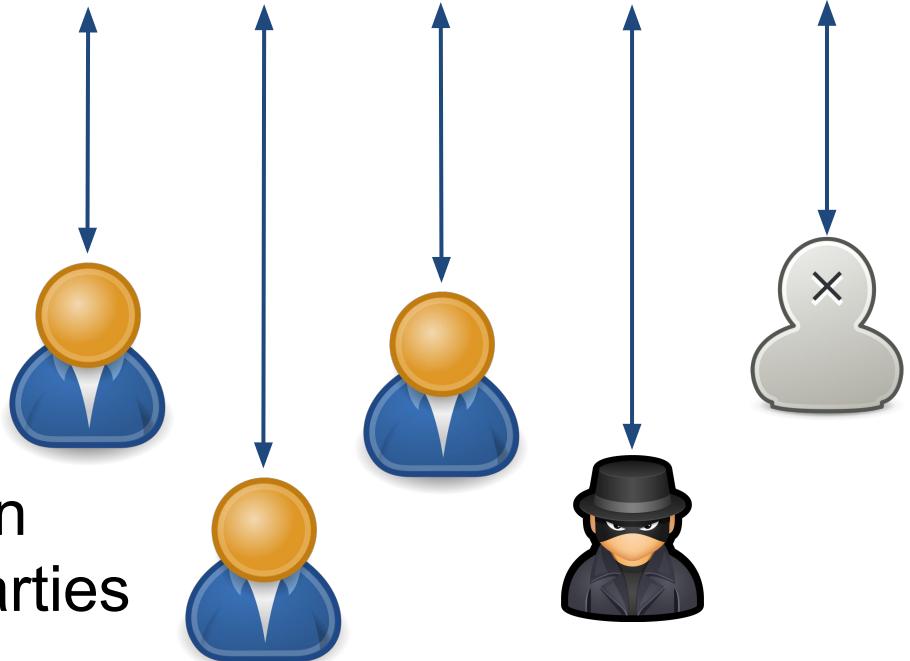
3. check signature via group public key

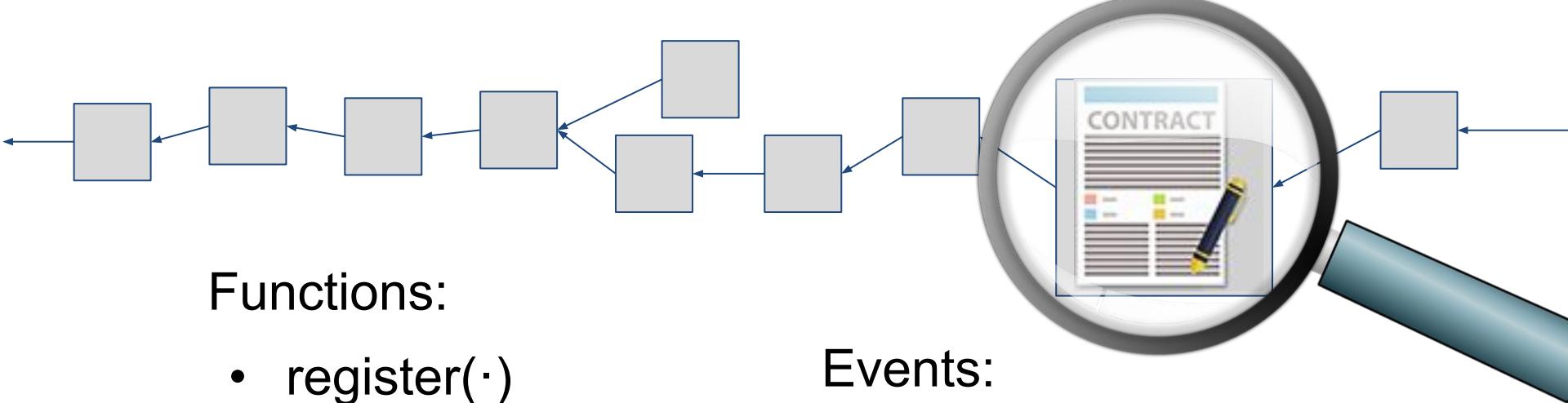
# Previous Work

- Gennaro, R., Jarecki, S., Krawczyk, H., Rabin, T.:  
*Secure distributed key generation  
for discrete-log based cryptosystems* (1999)
- Kate A., Goldberg I.:  
*Distributed key generation for the internet* (2009)  
Implementation available:  
<https://crys.p.uwaterloo.ca/software/DKG/intro.html>



Smart Contract on the Ethereum Blockchain





## Functions:

- `register(·)`
- `share_subkey(·)`
- `dispute_subkey(·)`
- `save_groupkey(·)`
- `verify_signature(·)`

## Events:

- registration received
- subkey shared
- dispute successful

# Client Software

- communication and monitoring of the Smart Contract
- gen. & upload of subkey shares
- verification & submission of disputes
- aggregation & upload of group public key





Client:

- generate BLS keypair
- submit public key

Smart Contract:

- checks eligibility of client to register



Client:

- generate BLS keypair
- submit public key and NIZK proof

knowledge of secret key  
challenge includes sender's address

Smart Contract:

- checks eligibility of client to register
- verifies proof



Client:

- run VSS protocol for all registered parties
- submit encrypted shares and verification vectors

Smart Contract:

- "basic" validity checks on the submitted data
- store hash of the submitted data



Client:

- verifies all of its shares received
- submits a dispute for all invalid shares

Smart Contract:

- checks if a claimed dispute is valid
- [withdraw security deposit on success]



verify that **all shares** are **valid**



check that a **single share** is indeed **invalid**  
if a party claims that

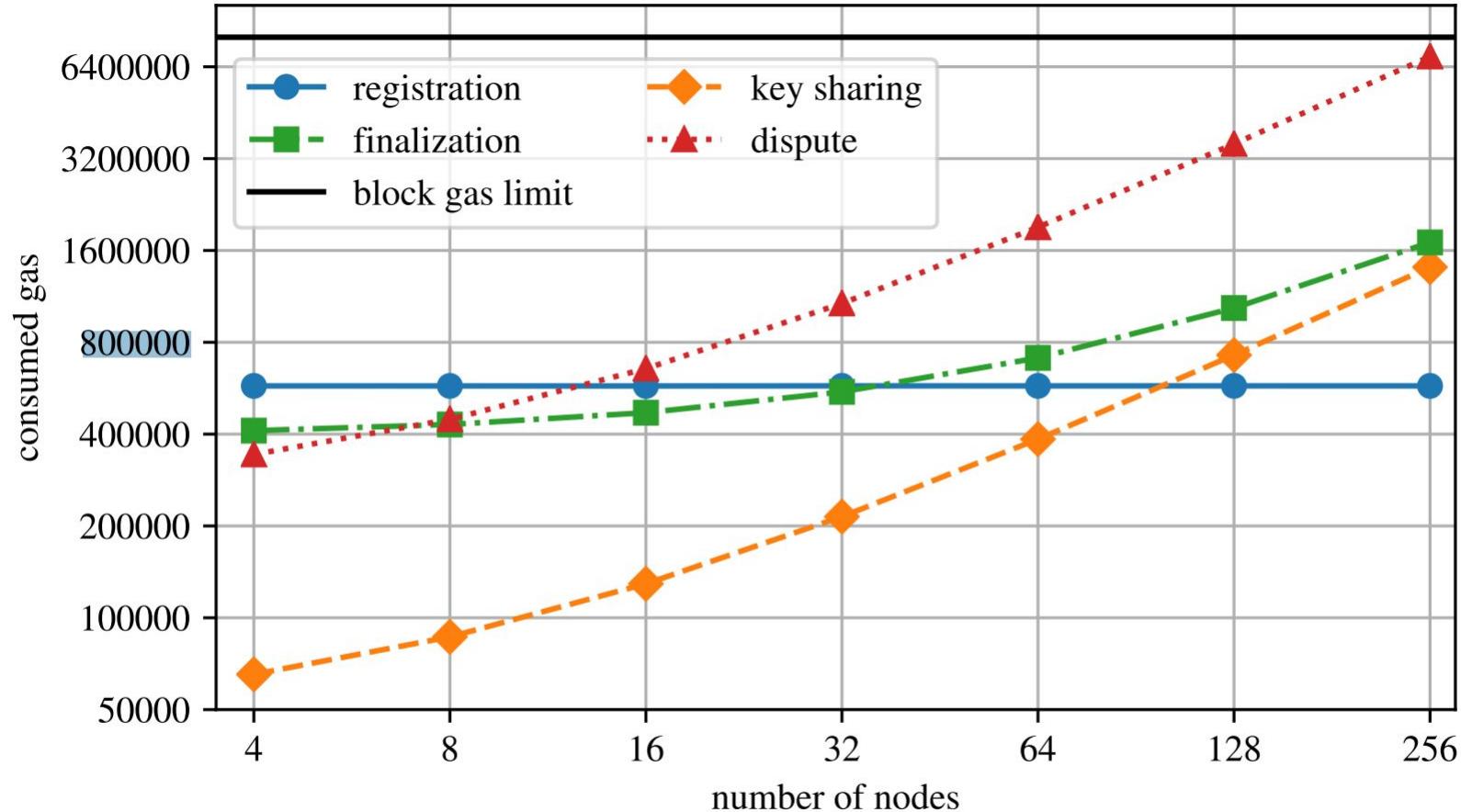


At least one Client:

- compute and upload the group public key  
only clients which successfully completed all previous phases

Smart Contract:

- verify and store the group public key



**Fig. 1.** Measured gas consumption per contract phase and participant

# Live Demo

Source Code and additional resources  
available online:

<https://github.com/PhilippSchindler/ethdkq>

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# Backup Demo

```
D$ # docker build -t ethdkg .
D$ docker run -p 127.0.0.1:8545:8545 -it ethdkg /bin/bash
user@589f269b6e40:/ethdkg$ ganache-cli --host 0.0.0.0 --block
Time 1800■
```

```
D$ docker run -p 127.0.0.1:8545:8545 -it ethdkg /bin/bash
user@589f269b6e40:/ethdkg$ ganache-cli --host 0.0.0.0 --block
Time 1800
Ganache CLI v6.3.0 (ganache-core: 2.4.0)
```

## Available Accounts

---

- (0) 0xbb998b91cc2e3ed1e81b2320f7c517cfb75d4574 (~100 ETH)
- (1) 0xd91a6fcb86c0c3dd249098e9e9348ec84fa3061e (~100 ETH)
- (2) 0x1a6d85d6381da48d5dc1da560584980694c48721 (~100 ETH)
- (3) 0x8d2772a7a543b62401876165608a2a295f9d5463 (~100 ETH)
- (4) 0x02ead56140d9ec2b210836204d9ab99d201e48b5 (~100 ETH)
- (5) 0x7758f5e304c519592a5815bfecb62d19821f77ea (~100 ETH)
- (6) 0x961bda612dd03dfa647dc02818184a82cc86cd1b (~100 ETH)
- (7) 0x23c5a6261d2213112606e74149fd2d47d27e9fd9 (~100 ETH)
- (8) 0xef12d02373a1d4caf854e363617d188eb72daf84 (~100 ETH)
- (9) 0xadd97e4cb925c164521473356d7c099907a81987 (~100 ETH)

HD Wallet

---

---

Mnemonic:      december champion present casino clip method light  
ight essay van cover erode amount  
Base HD Path: m/44'/60'/0'/0/{account\_index}

Gas Price

---

---

20000000000

Gas Limit

---

---

6721975

Listening on 0.0.0.0:8545



```
M$ python dkg.py deploy  
deploying DKG contract from Ethereum account 0xaDD97e4cB925C1  
64521473356d7c09...
```

```
M$ python dkg.py deploy
deploying DKG contract from Ethereum account 0xaDD97e4cB925C1
64521473356d7c09...
deployment transaction confirmed:
    transaction hash: 0x82fb22d18ac75ab7fe83b2ac5b2f80ecd71dd
4587b321354a779d...
    block number:      1
    gas used:         3492253
contract deployed at: 0x07d9dA9bafbBF8c415Eb757ac9a09f84D549
7Ba
M$
```

```
1$ python dkg.py --line-length 60 \
> run 1 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba
```

1

```
1$ python dkg.py --line-length 60 \
> run 1 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba
```

1

RUNNING DKG CLIENT

NODE ACCOUNT ADDRESS: 0xd91A6FCB86C0C3DD249098E9e9348...
CONTRACT ADDRESS: 0x07d9dA9bafbBF8c415Ebf757ac9a0...

generating keypair

sk: 568034391832704524506675507078186842913726594...
pk: (20007646910153135720701450738772418066599344...
bls\_pk: (20720237403821609377185732448261487207011389...

REGISTRATION PHASE STARTED

sending registration transaction...



sending registration transaction...

registration transaction confirmed

transaction hash: 0x83059d07a8867629ed5b64e843e2b1395...

block number: 2

gas used: 570984

1

waiting for Registration events until key sharing phase s...

Registration event received

block number: 2

assigned id: 1

address: 0xd91A6FCB86C0C3DD249098E9e9348Ec84Fa3061e

pk: [20007646910153135720701450738772418066...

bls\_pk: [20720237403821609377185732448261487207...

waiting for 23 blocks until key sharing phase starts...



2\$ python dkg.py --line-length 60 \  
 > run 2 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba

2

RUNNING DKG CLIENT

NODE ACCOUNT ADDRESS: 0x1A6D85d6381dA48d5DC1DA5605849...  
CONTRACT ADDRESS: 0x07d9dA9bafbBF8c415Ebf757ac9a0...

generating keypair

sk: 584579892184588102844442564548067650151641435...  
pk: (12992611144931392683287343744643391194366988...  
bls\_pk: (10695117677974010824572742610685353456719931...

REGISTRATION PHASE STARTED

sending registration transaction...



3\$ python dkg.py --line-length 60 \  
 > run 3 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba

3

RUNNING DKG CLIENT

NODE ACCOUNT ADDRESS: 0x8D2772A7A543b62401876165608A2...  
CONTRACT ADDRESS: 0x07d9dA9bafbBF8c415Ebf757ac9a0...

generating keypair

sk: 670661106040747482689132470548397605561367075...  
pk: (13637050393881574085094728672185517168804550...  
bls\_pk: (17589509483216842594536604223290579702366312...

REGISTRATION PHASE STARTED

sending registration transaction...

assigned id: 2  
address: 0x1A6D85d6381dA48d5DC1DA560584980694c48721  
pk: [12992611144931392683287343744643391194...  
bls\_pk: [10695117677974010824572742610685353456...  


Registration event received

block number: 3  
assigned id: 3  
address: 0x8D2772A7A543b62401876165608A2a295F9d5463  
pk: [13637050393881574085094728672185517168...  
bls\_pk: [17589509483216842594536604223290579702...

waiting for 21 blocks until key sharing phase starts...  
waiting for 20 blocks until key sharing phase starts...  
waiting for 19 blocks until key sharing phase starts...  
waiting for 18 blocks until key sharing phase starts...

```
4$ python dkg.py --line-length 60 \
> run 4 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba \
> --send-invalid-shares 1■
```

```
5$ python dkg.py --line-length 60 \
> run 5 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba \
> --abort-after-registration
```

5

```
5$ python dkg.py --line-length 60 \
> run 5 0x07d9dA9bafbBF8c415Ebf757ac9a09f84D5497Ba \
> --abort-after-registration
```

RUNNING DKG CLIENT

NODE ACCOUNT ADDRESS: 0x7758f5E304c519592A5815bfECb62...  
CONTRACT ADDRESS: 0x07d9dA9bafbBF8c415Ebf757ac9a0...

generating keypair

sk: 714108943068998924149524969055580801313722657...  
pk: (15630357537518776417231042663617395958334070...  
bls\_pk: (17990608407170398636323130744884713107512153...

REGISTRATION PHASE STARTED

sending registration transaction...

block number: 8  
assigned id: 4  
address: 0x02ead56140d9eC2B210836204d9ab99D201E48B5  
pk: [33979435015589483300076390786254682486...  
bls\_pk: [34919766757066468225510797687043770629...

Registration event received

block number: 8  
assigned id: 5  
address: 0x7758f5E304c519592A5815bfECb62D19821f77ea  
pk: [15630357537518776417231042663617395958...  
bls\_pk: [17990608407170398636323130744884713107...

waiting for 16 blocks until key sharing phase starts...

waiting for 14 blocks until key sharing phase starts...

waiting for 13 blocks until key sharing phase starts...

Registration event received

5

block number: 8

assigned id: 5

address: 0x7758f5E304c519592A5815bfECb62D19821f77ea

pk: [15630357537518776417231042663617395958...]

bls\_pk: [17990608407170398636323130744884713107...]

waiting for 16 blocks until key sharing phase starts...

waiting for 14 blocks until key sharing phase starts...

waiting for 13 blocks until key sharing phase starts...

waiting for 8 blocks until key sharing phase starts...

waiting for 3 blocks until key sharing phase starts...

waiting for 2 blocks until key sharing phase starts...

waiting for 1 blocks until key sharing phase starts...

ABORTING PROTOCOL

5\$ █

33

waiting for 3 blocks until key sharing phase starts...  
waiting for 2 blocks until key sharing phase starts...  
waiting for 1 blocks until key sharing phase starts...

1

## KEY SHARING PHASE STARTED

loading registration data...

assigned id for this node: 1  
number of register nodes (n): 5  
signing / key recovery threshold (t): 3

generating key shares...

node 1: 874499741406158971940907105228118380543381311...  
node 2: 128807108230700753419875596622339860705035653...  
node 3: 180874841453525021128022209006402752243465227...  
node 4: 247707450906959480960664902224277617841432085...  
node 5: 982596765789990387689365551755603910980368843...

generating key shares...

node 1: 874499741406158971940907105228118380543381311...  
node 2: 128807108230700753419875596622339860705035653...  
node 3: 180874841453525021128022209006402752243465227...  
node 4: 247707450906959480960664902224277617841432085...  
node 5: 982596765789990387689365551755603910980368843...

encrypting key shares...

node 1: <no encrypted share for oneself>  
node 2: 874499741406158971940907105228118380543381311...  
node 3: 128807108230700753419875596622339860705035653...  
node 4: 180874841453525021128022209006402752243465227...  
node 5: 247707450906959480960664902224277617841432085...

sending key sharing transaction...

1

sending key sharing transaction...

key sharing transaction confirmed

transaction hash: 0xa6cbe2866d39bbfc274055a2669be0c73...

block number: 26

gas used: 67918

waiting for KeySharing events until dispute phase starts...

KeySharing event received

block number: 26

issuing node id: 3

encrypted\_shares: [4023298674996905823607055800174...

verification vector: [9652705701632353716265355950106...

KeySharing event received

block number: 26

issuing node id: 1

1

encrypted\_shares: [7012606978272318445778743412083...  
verification vector: [1205193105345234138441534234567...

KeySharing event received

block number: 26

issuing node id: 2

encrypted\_shares: [4586961480339093507518930927675...

verification vector: [9772167818428718866243457831771...

KeySharing event received

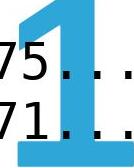
block number: 26

issuing node id: 4

encrypted\_shares: [1045889086713293562247858340462...

verification vector: [1392672728138939040033990864730...

waiting for 21 blocks until dispute phase starts...

block number: 26  
issuing node id: 2  
encrypted\_shares: [4586961480339093507518930927675...  
verification vector: [9772167818428718866243457831771...  


KeySharing event received

block number: 26  
issuing node id: 4  
encrypted\_shares: [1045889086713293562247858340462...  
verification vector: [1392672728138939040033990864730...

waiting for 21 blocks until dispute phase starts...  
waiting for 11 blocks until dispute phase starts...  
waiting for 6 blocks until dispute phase starts...  
waiting for 3 blocks until dispute phase starts...  
waiting for 1 blocks until dispute phase starts...

waiting for 1 blocks until dispute phase starts...

decrypting received shares...

1

verifying received shares...

INVALID SHARES RECEIVED:

node 1: this node

share: 874499741406158971940907105228118380543381...

node 2:

valid share: 223896351848864080452025206071635653...

verification vector valid

node 3:

valid share: 648815564832075505596087007448737107...

verification vector valid

node 4:

INVALID share: 7613185321849839099689929432606755...

verification vector valid

node 5: <no share received>

node 1: this node  
share: 874499741406158971940907105228118380543381...  
  
node 2:  
valid share: 223896351848864080452025206071635653...  
verification vector valid  
node 3:  
valid share: 648815564832075505596087007448737107...  
verification vector valid  
node 4:  
INVALID share: 7613185321849839099689929432606755...  
verification vector valid  
node 5: <no share received>

DISPUTE PHASE STARTED

submitting dispute for node 4  


verifying received shares...  
all received shares are valid:  
node 1:  
    valid share: 128807108230700753419875596622339860...  
    verification vector valid  
node 2: this node  
    share: 873730571627910045170395597293120628369986...  
node 3:  
    valid share: 363175372862901941178013434083362733...  
    verification vector valid  
node 4:  
    valid share: 901786409170900132727406678798802270...  
    verification vector valid  
node 5: <no share received>

DISPUTE PHASE STARTED

submitting dispute for node 4  
dispute transaction confirmed

1

transaction hash: 0x2343b2fb78cf277ab69cd8f58cae7d367...  
block number: 48  
gas used: 345254

no more dispute to file

waiting for DisputeSuccessful events until finalization p...

DisputeSuccessful event received

block number: 48  
disputed node id: 4  
disputed node address: 0x02ead56140d9eC2B210836204d9a...

waiting for 21 blocks until finalization phase starts...



block number: 48  
gas used: 345254

1

no more dispute to file

waiting for DisputeSuccessful events until finalization p...

DisputeSuccessful event received

block number: 48  
disputed node id: 4  
disputed node address: 0x02ead56140d9eC2B210836204d9a...

waiting for 21 blocks until finalization phase starts...

waiting for 11 blocks until finalization phase starts...

waiting for 6 blocks until finalization phase starts...

waiting for 1 blocks until finalization phase starts...

# FINALIZATION PHASE STARTED

1

checking which nodes should contribute to the master key

node 1: YES

node 2: YES

node 3: YES

node 4: NO

node 5: NO

deriving group and master key...

BLS group secret key for this node: 17472116580870985...

BLS group public key for this node: (1791325632495144...

BLS master public key: (3709421934506979...

sending BLS master public key to contract...

## FINALIZATION PHASE STARTED

2

checking which nodes should contribute to the master key

node 1: YES  
node 2: YES  
node 3: YES  
node 4: NO  
node 5: NO

deriving group and master key...

BLS group secret key for this node: 21981191912212077...  
BLS group public key for this node: (4682625002810879...  
BLS master public key: (3709421934506979...

sending BLS master public key to contract...



# FINALIZATION PHASE STARTED

3

checking which nodes should contribute to the master key

node 1: YES

node 2: YES

node 3: YES

node 4: NO

node 5: NO

deriving group and master key...

BLS group secret key for this node: 31759979894603677...

BLS group public key for this node: (1230866056610669...

BLS master public key: (3709421934506979...

sending BLS master public key to contract...

node 3: YES  
node 4: NO  
node 5: NO

deriving group and master key...

BLS group secret key for this node: 17472116580870985...  
BLS group public key for this node: (1791325632495144...  
BLS master public key: (3709421934506979...

sending BLS master public key to contract...

transaction confirmed

transaction hash: 0x61703101a3752ce3f70ab41d5921dfd31...  
block number: 74  
gas used: 31907

node 3: YES  
node 4: NO  
node 5: NO

deriving group and master key...

BLS group secret key for this node: 21981191912212077...  
BLS group public key for this node: (4682625002810879...  
BLS master public key: (3709421934506979...

sending BLS master public key to contract...

transaction confirmed

transaction hash: 0x7b064ad3440c4a9339f704cfbe492babd...  
block number: 74  
gas used: 413914

2\$ ■

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