

# Blockchain System

## 1 Definitions

**Definition 1 (Set).** Let  $\mathbf{Elt}$  be the set of (concrete) elements. Let  $\emptyset$  be an empty set and  $\mathbf{e} \in \mathbf{Elt}$ . A set of elements is expressed as the following syntax:  
 $\mathbf{s} ::= \emptyset \mid \mathbf{e} \mid \mathbf{s} :: \mathbf{s}$

**Definition 2 (Account).** An account is a tuple  $\langle \mathbf{als}, \mathbf{pak}, \mathbf{puk}, \mathbf{pkh} \rangle$ , where  $\mathbf{als}$  is the alias of the account,  $\mathbf{pak}$  is its private key,  $\mathbf{puk}$  is its public key and  $\mathbf{pkh}$  is its public key hash .

**Definition 3 (Contract).** A contract is a tuple  $\langle \mathbf{als}, \mathbf{puh}, \mathbf{code} \rangle$ , where  $\mathbf{als}$  is the alias of the contract,  $\mathbf{puh}$  is its public hash, and  $\mathbf{code}$  is the code of the contract.

**Definition 4 (Manager).** A manager manages a single account. It is represented by a tuple  $\langle \mathbf{puk}, \mathbf{pkh}, \mathbf{bal}, \mathbf{cou} \rangle$ , where  $\mathbf{puk}$  is the public key of an account,  $\mathbf{pkh}$  is its public key hash,  $\mathbf{bal}$  is its balance and  $\mathbf{cou}$  is its counter whose form is a pair  $(n, b)$ , where  $n$  is a natural number and  $b$  is a boolean value.

**Definition 5 (Contractor).** A contractor manages a smart contract. It is represented by a tuple  $\langle \mathbf{puh}, \mathbf{bal}, \mathbf{code}, \mathbf{storage} \rangle$ , where  $\mathbf{puh}$  is the public key hash of the contract,  $\mathbf{bal}$  is its current balance,  $\mathbf{code}$  is its code, and  $\mathbf{storage}$  is its current storage.

**Definition 6 (Operation).** Operations are defined by the following grammar:

$\mathbf{op} ::= \text{transfer } \mathbf{n} \text{ from } \mathbf{pkh} \text{ to } \mathbf{pkh}' \text{ arg } \mathbf{s} \text{ fee } \mathbf{m}$   
|  $\text{originate contract } \mathbf{id} \text{ transferring } \mathbf{n} \text{ from } \mathbf{pkh} \text{ running } \mathbf{code} \text{ init } \mathbf{s} \text{ fee } \mathbf{m}$

**Definition 7 (Query).** Queries are defined by the following grammar:

$\mathbf{qry} ::= \text{get balance for } \mathbf{pkh}/\mathbf{puh}$   
|  $\text{get status for } \mathbf{oph}$   
|  $\text{get contract storage } \mathbf{puh}$   
|  $\text{get code for } \mathbf{puh}$   
|  $\text{get public key for } \mathbf{pkh}$   
|  $\text{get counter for } \mathbf{pkh}$

**Definition 8 (State of a node).** The state of a node is a tuple  $[\mathbf{C}, \mathbf{O}, \mathbf{S}]$  where  $\mathbf{C}$  is a set of accounts,  $\mathbf{O}$  a set of operations, and  $\mathbf{S}$  a set of contracts.

When an operation is injected in a node, it enters a *pending pool* (and is called a pending operation).

**Definition 9 (Pending operation).** A pending operation is a tuple  $\langle \mathbf{op}, \mathbf{oph}, \mathbf{t} \rangle$ , where  $\mathbf{op}$  is an operation,  $\mathbf{oph}$  is the operation hash and  $\mathbf{t}$  is the time when the operation was injected.

After some time, a pending operation may be included in the blockchain as an accepted operation.

**Definition 10 (Accepted operation).** An accepted operation is a tuple  $\langle \mathbf{op}, \mathbf{oph}, \mathbf{t} \rangle$ , where  $\mathbf{op}$  is an operation,  $\mathbf{oph}$  is the operation hash and  $\mathbf{t}$  is the time when it was included in the blockchain.

**Definition 11 (Blockchain).** The state of a blockchain is a tuple  $[\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}]$  where  $\mathbf{P}$  is a set of pending operations,  $\mathbf{A}$  is a set of accepted operations,  $\mathbf{K}$  is a set of managers,  $\mathbf{T}$  is a set of contractors, and  $\mathbf{t}$  is the current time of the blockchain.

**Definition 12 (Blockchain system).** A blockchain system is a pair  $\langle \mathbf{M}, \mathbf{B} \rangle$  where

1.  $\mathbf{M} = [\mathbf{C}, \mathbf{O}, \mathbf{S}]$  is the state of a node, and
2.  $\mathbf{B} = [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}]$  is the state of a blockchain such that  $\forall c \in \mathbf{C} \implies \exists k \in \mathbf{K}, k.pkh = c.pkh$  and  $\forall s \in \mathbf{S} \implies \exists p \in \mathbf{T}, s.puh = p.puh$ .

## 2 Rules

### 2.1 Transfers

Rule 1 [proposal]:

$$\frac{\text{checkAcc}(pkh, \mathbf{C})}{\langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } pkh' \text{ fee } m)] \rangle}^{(1)} \\ :: \mathbf{O}, \mathbf{S}, [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}]$$

Rule 2 [injected]:

$$\frac{\text{checkBan}(\mathbf{K}, pkh, n, m) \wedge \text{checkCou}(\mathbf{K}, pkh) \wedge \text{checkPub}(\mathbf{K}, pkh')}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } pkh' \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow}^{(2)} \\ \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [(< \text{transfer } n \text{ from } puk \text{ to } puk' \text{ fee } m, \text{generateOph}(pkh, pkh', n, m, \mathbf{t}), \mathbf{t} >) :: \mathbf{P}, \mathbf{A}, \text{updateCou}(\mathbf{K}, pkh, \text{True}), \mathbf{T}, \mathbf{t}] \rangle$$

Rule 3 [rejected of counter]:

$$\frac{\neg \text{checkCou}(\mathbf{K}, pkh)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } pkh' \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (3)$$

Rule 4 [rejected of balance]:

$$\frac{\neg \text{checkBan}(\mathbf{K}, pkh, m, n)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } pkh' \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (4)$$

Rule 5 [rejected of public key]:

$$\frac{\neg \text{checkPub}(\mathbf{K}, pkh')}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } pkh' \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (5)$$

Rule 6 [included]:

$$\frac{[\langle \text{transfer } n \text{ from } puk \text{ to } puk' \text{ fee } m, \text{ oph}, \mathbf{t} \rangle :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}' ] \rightarrow [\mathbf{P}, \langle \text{transfer } n \text{ from } puk \text{ to } puk' \text{ fee } m, \text{ oph}, \mathbf{t}' \rangle :: \mathbf{A}, \text{updateSucc}(\mathbf{K}, puk, puk', n, m), \mathbf{T}, \mathbf{t}' + 1]}{\quad} \quad (6)$$

Rule 7 [timeout]:

$$\frac{\mathbf{t}' - \mathbf{t} \geq 60}{[\langle \text{transfer } n \text{ from } puk \text{ to } puk' \text{ fee } m, \text{ oph}, \mathbf{t} \rangle :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}' ] \rightarrow [\mathbf{P}, \mathbf{A}, \text{updateCou}(\mathbf{K}, puk, \text{False}), \mathbf{T}, \mathbf{t}']} \quad (7)$$

## 2.2 Smart Contracts

A. Originate

Rule 1 [proposal]:

$$\frac{\text{checkAcc}(pkh, \mathbf{C}) \wedge \text{checkId}(id, \mathbf{S})}{\langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (8)$$

Rule 2 [injected]:

$$\frac{\text{checkBan}(\mathbf{K}, pkh, n, m) \wedge \text{checkCou}(\mathbf{K}, pkh) \wedge \text{checkPrg}(code, s)}{\langle [\mathbf{C}, (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{P}, \mathbf{A}, \text{updateCou}(\mathbf{K}, pkh, \text{True}), \mathbf{T}, \mathbf{t}] \rangle } \quad (9)$$

Rule 3 [rejected of code]:

$$\frac{\neg \text{checkPrg}(code, s)}{\langle [\mathbf{C}, (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle } \quad (10)$$

Rule 4 [rejected of counter]:

$$\frac{\neg \text{checkCou}(\mathbf{K}, pkh)}{\langle [\mathbf{C}, (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle } \quad (11)$$

Rule 5 [rejected of balance]:

$$\frac{\neg \text{checkBan}(\mathbf{K}, pkh, n, m)}{\langle [\mathbf{C}, (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle } \quad (12)$$

Rule 6 [included]:

$$\frac{}{\langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [< (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s), \mathbf{t} > :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}'] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, (< id, \text{generateHash}(id, code, s, \mathbf{t}'), code > :: \mathbf{S})], [\mathbf{P}, (< (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s), \mathbf{t}' > :: \mathbf{A}, \text{updateSucc}(\mathbf{K}, puk, n, m), (< \text{generateHash}(id, code, s, \mathbf{t}'), n, code, \text{getStorage}(code, s) >) :: \mathbf{T}), \mathbf{t}' + 1] \rangle } \quad (13)$$

Rule 7 [timeout]:

$$\frac{\mathbf{t}' - \mathbf{t} \geq 60}{\langle [< (\text{originate contract } id \text{ transferring } n \text{ from } pkh \text{ running } code \text{ init } s) > :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}'] \rangle \rightarrow \langle [\mathbf{P}, \mathbf{A}, \text{updateCou}(\mathbf{K}, puk, \text{False}), \mathbf{T}, \mathbf{t}'] \rangle } \quad (14)$$

## B. Transfer

Rule 1 [proposal]:

$$\frac{\text{checkAcc}(pkh, \mathbf{C})}{\langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (15)$$

Rule 2 [injected]:

$$\frac{\text{checkBan}(\mathbf{K}, pkh, n, m) \wedge \text{checkCou}(\mathbf{K}, pkh) \wedge \text{checkPuh}(\mathbf{T}, puh) \wedge \text{checkArg}(\mathbf{T}, puh, s)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [(< (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m), \text{generateOph}(pkh, puh, s, n, m, \mathbf{t}), \mathbf{t} >) :: \mathbf{P}, \mathbf{A}, \text{updateCou}(\mathbf{K}, pkh, \text{True}), \mathbf{T}, \mathbf{t}] \rangle} \quad (16)$$

Rule 3 [rejected of counter]:

$$\frac{\neg \text{checkCou}(\mathbf{K}, pkh)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (17)$$

Rule 4 [rejected of balance]:

$$\frac{\neg \text{checkBan}(\mathbf{K}, pkh, n, m)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (18)$$

Rule 5 [rejected of public hash]:

$$\frac{\neg \text{checkPuh}(\mathbf{T}, puh)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } pkh \text{ to } puh \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (19)$$

Rule 6 [rejected of argument]:

$$\frac{\neg \text{checkArg}(\mathbf{T}, \text{puh}, s)}{\langle [\mathbf{C}, (\text{transfer } n \text{ from } \text{pkh} \text{ to } \text{puh} \text{ arg } s \text{ fee } m) :: \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle \rightarrow \langle [\mathbf{C}, \mathbf{O}, \mathbf{S}], [\mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}] \rangle} \quad (20)$$

Rule 7 [included]:

$$\frac{[< \text{transfer } n \text{ from } \text{puk} \text{ to } \text{puh} \text{ fee } m, \text{oph}, \mathbf{t} > :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}' ] \rightarrow [\mathbf{P}, < (\text{transfer } n \text{ from } \text{pkh} \text{ to } \text{puh} \text{ arg } s \text{ fee } m), \text{oph}, \mathbf{t}' > :: \mathbf{A}, \text{updateSucc}(\mathbf{K}, \text{puk}, ", n, m), \text{updateConstr}(\mathbf{T}, \text{puh}, n, s), \mathbf{t}' + 1]}{\quad} \quad (21)$$

Rule 8 [timeout]:

$$\frac{\mathbf{t}' - \mathbf{t} \geq 60}{[\text{transfer } n \text{ from } \text{puk} \text{ to } \text{puh} \text{ fee } m, \mathbf{t} > :: \mathbf{P}, \mathbf{A}, \mathbf{K}, \mathbf{T}, \mathbf{t}' ] \rightarrow [\mathbf{P}, \mathbf{A}, \text{updatecou}(\mathbf{K}, \text{puk}, \text{False}), \mathbf{T}, \mathbf{t}']} \quad (22)$$

### 3 Functions

1. Function `checkAcc(pkh, C)` checks whether an account `pkh` exists in `C`
2. Function `checkPub(K, pkh)` checks whether the public key of the public key hash `pkh` is revealed to the blockchain.
3. Function `checkBan(K, pkh, n, m)` checks whether the balance of the account `pkh` is greater or equal to `m + n`
4. Function `checkCou(K, pkh)` checks whether the current counter of an account `pkh` is used
5. Function `updateSuc(K, pkh, pkh', n, m)` updates the balance and the counter of the account `pkh` and the balance of the account `pkh'`, where
  - `< puk, pkh, bal, (n, True) > =>`
  - `< puk, pkh, bal - n - m, (n + 1, False) >`
  - `< puk', pkh', bal', cou' > =>` `< puk', pkh', bal' + n, cou' >`
6. Function `updateCou(K, puk, b')` updates the counter of the account `pkh`, where
  - `< puk, pkh, bal, (n, b) > =>` `< puk, pkh, bal, (n, b') >`
7. Function `checkId(id, S)` checks whether a contract `id` does not already exist in `S`
8. Function `checkPrg(code, s)` checks whether the code `code` are well type and `s` is well type input
9. Function `generateOph(pkh, pkh', n, m, t)` generates a operation hash
10. Function `generateHash(S, id, puh, code, t)` generates the public hash of a contract
11. Function `getStorage(code, s)` gets the storage for the code `code` and the input `s`

## 4 Some implementations

Function `checkAcc(puh, C)` checks whether an account exists and `checkPuk(puh, K)` checks the revelation of its public key to the blockchain.

```
let rec checkAcc puh C =
  match C with
  | 0 -> false
  | < als, pak, puk, pkh' > :: C' ->
    if (puh = puh') then true
    else checkAcc (puh, C')

let rec checkPuk puh K =
  match C with
  | 0 -> false
  | < als, pak, puk, pkh' > :: K' ->
    if (puh = puh') and (puk /= nil) then true
    else 5checkPuk (puh, K')
```

The following functions interact with **K**.

```
let rec checkBal K puk n m =
  match K with
  | 0 -> true
  | < puk', bal, cou > :: K' ->
    if (puk = puk') and (n + m) <= bal then true
    else checkBal (K', puk, n, m)

let rec checkPub K puk =
  match K with
  | 0 -> false
  | < puk', bal, cou > :: K' ->
    if (puk = puk') then true
    else checkExi (K', puk)

let rec checkCou K puk =
  match K with
  | 0 -> false
  | < puk', bal, cou > :: K' ->
    if (puk = puk') and (cou = T) then true
    else checkCou (K', puk)

let rec updateCou K puk =
  match K with
  | 0 -> 0
  | < puk', bal, cou > :: K' ->
    if (puk = puk') then < puk', bal, F > :: K'
    else < puk', bal, cou > :: updateCou (K', puk)
```

```

let rec updateSuc K puk puk' m n =
  match K with
  | 0 -> 0
  | < puk'', bal, cou > :: K' ->
    if (puk = puk'') then < puk'', bal - (n + m), T >
      :: updateSuc (K', puk, puk', n, m)
    else if (puk' = puk'') then < puk'', bal + n, cou > :: K'
      else < puk'', bal, cou >
        :: updateSuc (K', puk, puk', n, m)

```