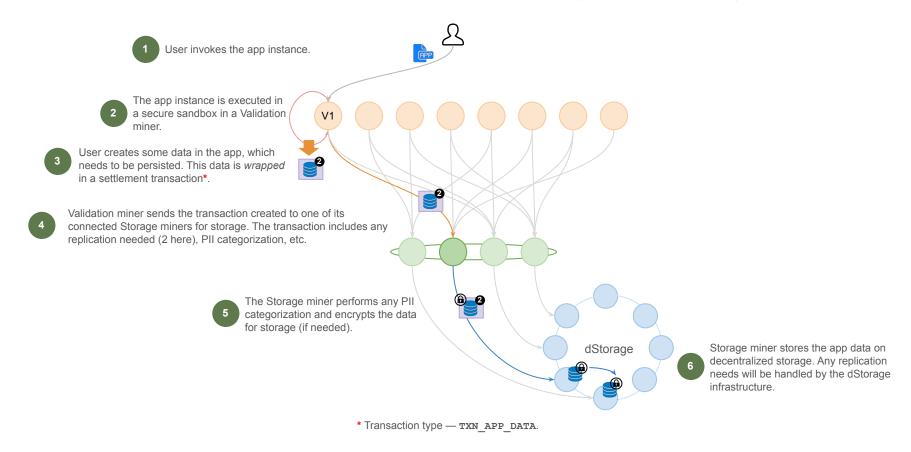
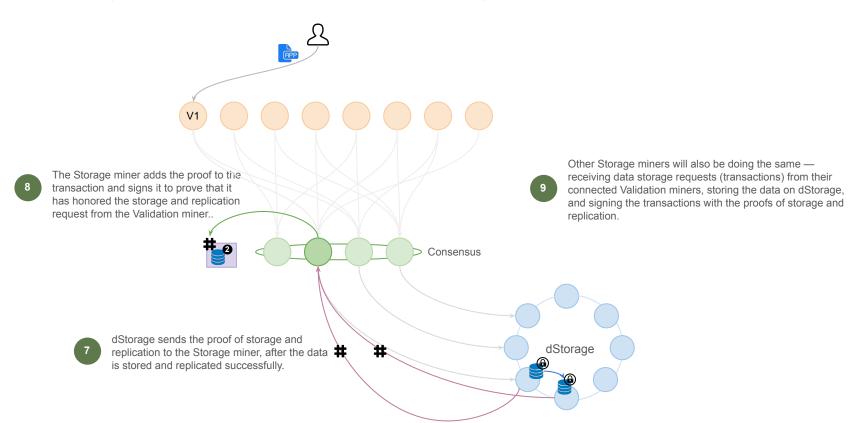
#### **How Storecoin market works?**

When users create data it is wrapped in a transaction and sent to Storage miners for storage.



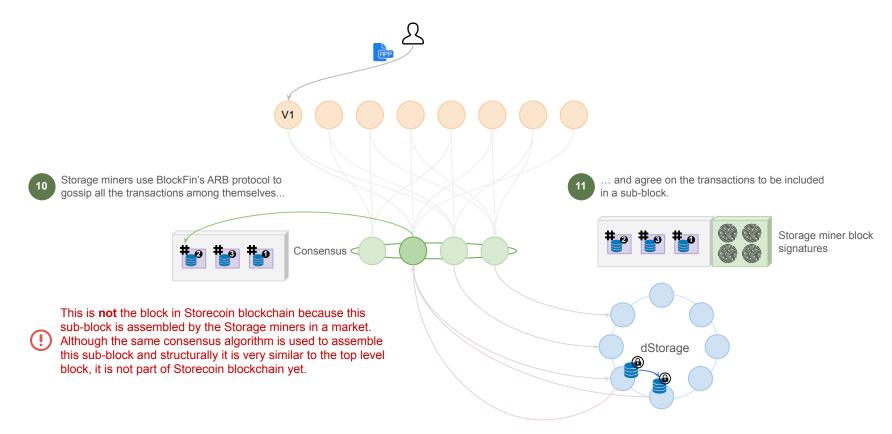
## How Storecoin subnetwork works (continued)?

The proof-of-storage and proof-of-replication (if requested) are generated for the transaction.



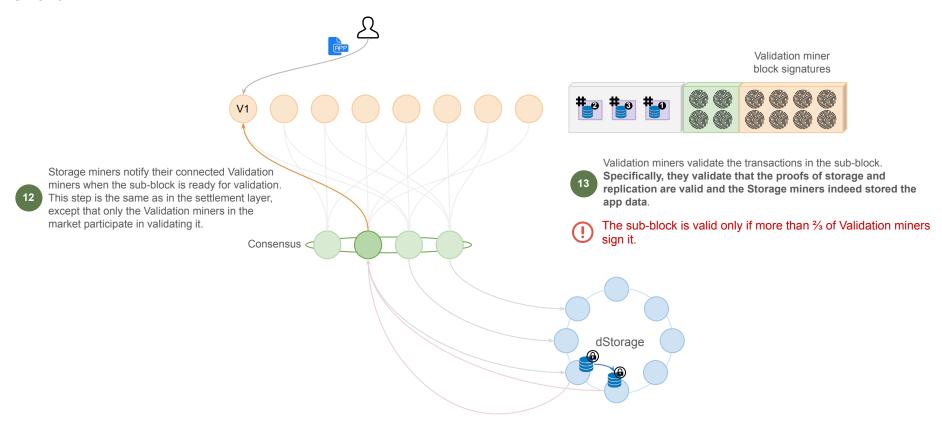
## How Storecoin subnetwork works (continued)?

Storage miners use BlockFin's ARB protocol to assemble all such transactions into a sub-block.



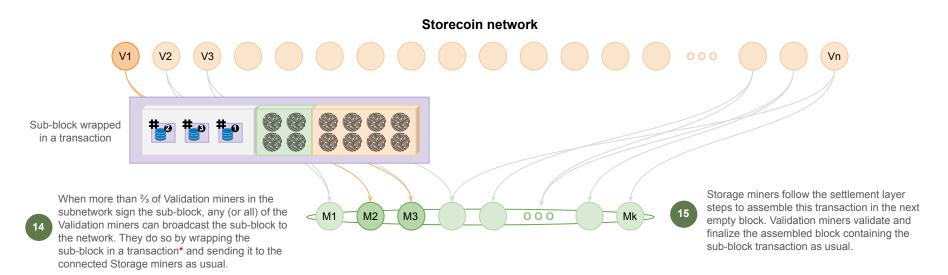
#### How Storecoin subnetwork works (continued)?

Validation miners validate the transactions in the sub-block and sign it if proof-of-computation-and-storage is valid.



# Making sub-block visible to the entire Storecoin network

The sub-block is visible only within the subnetwork. It is secured by broadcasting it to the entire network.



This is settlement layer consensus and block validation. In this phase, all Validation miners participate in verifying the proofs of storage and replication in the sub-block. The wrapped transaction is valid, only if more than % of total Validation miners agree.

<sup>\*</sup> Transaction type — TXN\_SUB\_BLOCK.