Harmony: Open Consensus for 10B People

Harmony builds an *open marketplace* at Google-scale for the decentralized economy. This project aims to provide a consensus protocol over the **open Internet** at 10 million transactions per second with 100-millisecond latency and at most 0.1% fee.

Harmony's goal is to be over 1,000 times *faster and cheaper* than Bitcoin and Ethereum. We plan to rebuild the decentralized economy with innovations in **transport network** (Google's UDP, Bloom tables, 5G mobile), **consensus protocol** (Byzantine committees, acyclic graphs, monopolist fees), and **system tooling** (unikernels, multi-core in Rust, zero-copy streaming).

We believe *communication* is the key to the future of humans and machines to create *harmony*. In order to become the gateway for **microtransactions** and online business, we believe that our fees must not exceed 0.1% of transaction value to support new marketplaces of metered content or fractional work.

Furthermore, in order to serve as the infrastructure for the **world's data firehose**, our bandwidth must scale to 10M tx/sec to support data from supply chain IoT devices or energy grids. At the same time, we must settle agreements within 100 milliseconds to support **instant reactions** for autonomous robots or on-chain quotes in exchanges.

We will employ technical innovations, many of which are *already proven* in research and implementation. For example, **Google's UDP** currently powers 35% of its traffic (or 7% of the Internet) with 50% latency improvement, **OmniLedger Byzantine protocol** benchmarks to 13,000 tx/sec and 1.5 sec latency with 1,800 hosts, while **unikernels in Rust** archives 10M concurrent connections on a standard 96-core machine on Amazon Cloud.

The rest of this document describes our technical architecture and roadmap to achieve the aforementioned.

<u>Sign up</u> for Harmony! See <u>our talk</u> (simple-rules.com/talk) or <u>our GitHub</u> for the compiler prototype. Our extended team (part time) consists of **four Ph.D.s**, 3 Ex-Google, 2 Ex-Apple, graduates from Berkeley, CMU, Waterloo, Penn and Harvard.

About: <u>Stephen Tse</u> coded in OCaml for 15+ years and graduated with a doctoral degree from the University of Pennsylvania on **security protocols and compiler verification**. He was a researcher at Microsoft Research, a senior infrastructure engineer at Google, and a principal engineer on search ranking at Apple. He founded the mobile search Spotsetter, a **startup Apple later acquired**. He may be reached at s@simple-rules.com.

Harmony: 为百亿人打造的开放式去中心化共识协议

让我们建立一个Google数据级别的开放市场平台,成为去中心化经济系统的顶梁柱。 Harmony的目标是,在开放的互联网上,提供一个去中心化的共识协议,做到每秒处理 千万条交易和数据,保证100毫秒左右的延迟,同时让每笔交易的手续费低于0.1%。

Harmony旨在创建比世界上最领先的比特币和以太坊网络还要快1000倍,便宜1000倍的区块链技术。我们会通过技术创新,重构去中心化的经济体系下的所有层面:传输层(Google的特制UDP协议,布隆表格,以及5G移动网络),共识协议层(拜占庭委员会机制,无环图,垄断费),以及系统工具(Rust下Unikernel单内核并行计算,和零拷贝数据流)。

我们相信在未来,通信与交互是人与机器融洽相处的关键。和谐与一致,即是Harmony的内在含义。要成为一个支持微交易和电子商务的平台,我们收取的交易费必须低于0.1%,才足够支持(大数据时代)市场下簇生的新兴交易模式,比如对信息内容的量化,以及工作内容的微分。作为区块链基础设施,我们必须像水电网络一样,为全世界的数据和价值提供稳定可靠的通道。正因为如此,我们的带宽必须能够扩展到至少每秒千万条交易的级别。这样,我们才能够支持那些由供应链、物联网(IoT)、能源网生成的数据。在这基础上,我们还要保障每条交易从握手达成,到被整个网络认证,必须在100毫秒内完成,这样,我们才可以支持那些需要实时处理能力的应用,比如全自动机器人,交易所报价。

在技术方面,我们将会采纳那些已通过大量研究和大范围测试的革命性技术。举例来说,Google的特制UDP协议,现在已经处理了Google本身超过35%的流量。这相当于整个互联网7%的流量。从实际数据上看,这个协议至少降低了用户50%的网络延迟。OmniLedger上的拜占庭协议,可以处理超过每秒13,000条交易,在1800个主机下运转,只有1.5秒的网络延迟,Rust下单内核技术,则可以在只用一个亚马逊云端96核的主机的情况下,并行同时处理一千万个网络连接。



Stephen Tse 谢镇滔 (微信 "tsestephen") 自高中年代起,便一直着迷于编译器和通信协议方面的研究。他曾反编译过ICQ 和X11 的通讯协议,并已用OCaml 语言编程长达十五余年。他博士毕业于宾夕法尼亚大学,专注于研究**安全通讯协议**,以及**编译器校验**方面的技术。

Stephen 曾在微软研究院总部任职研究员,在Google总部任职高级软件工程师 ,负责基础架构方面的项目,并在苹果公司总部任职主任工程师,主导搜索排 序方面的工作。他曾创立一个专注于移动搜索的公司 Spotsetter,**并被苹果公**

司收购。Stephen 还是一个前 Google 员工的硅谷创业者每周私人聚会的创办人和组织者(TGI-\$— 大口喝酒,大谈机器学习和区块链)。

Architecture and Innovations	3
1. Transport Network	4
2. System Tooling	5
3. Consensus Protocols	6
Protocols and Optimizations	7
High-Performance Protocols	7
2. Principles for Scaling	9
3. Model for Attacks	9
Locations and Al	10
1. Location Oracles	10
2. Decentralized Maps	10
3. Al Data Marketplace	10
Contracts and Beyond	11
1. Formal Verification vs Hacks	11
2. Language-based Security	12
3. Fairness and Efficiency	13
Team and Collaborators	15
1. Passion and Team	15
Expertise and Collaborators	19
Milestones and Roadmap	21
1. Achievements and Milestones	21
2. Roadmap for Launch	21
Questions and Answers	23
Frequently Asked Questions	23
2. Further reading	25
Annendix: Min Language for Contracts	26

Architecture and Innovations

"Bottlenecks were neither the protocol nor the infrastructure. The bottlenecks were in the **implementation of the protocol**." Bitcoin Unlimited at Stanford

We believe that all aspects of a consensus protocol are critical for scaling *beyond 1,000x*. Our approach is to **productionize** research innovations to the scale that is capable of serving billions of people and devices.

Currently most decentralized applications are limited to *infrequent transfers* of currencies or tokens. Harmony's high performance is expected to help make many *real-world* decentralized applications practical. Later in this document, we will describe many use cases unique to Harmony, including *location oracles, decentralized maps,* and Al *data marketplaces*.

Let's start with our technical differentiation. We seek and master innovations, many of which are *already proven in practice*. We will focus on the following key components: transport network, consensus protocol, and system tooling.

Our team has extensive experience building systems at the **largest scale** in the top tech companies. We will also show a prototype of our own contract language and compiler in the later sections.

1. Transport Network

As discussed in <u>Advances in block propagation</u> by Greg Maxwell, 12% of network bandwidth is consumed by synchronizing blocks among nodes. More critically, 2.5 round trips are needed to confirm transactions. Maxwell's study concludes that *relay engines* and *template deltas* are important research directions to improve the propagation performance, which Harmony follows closely.

We will base our network stack on **Google's UDP**, called QUIC, which accounts for 88% of Chrome traffic (35% Google's traffic or 7% of Internet traffic). QUIC improves *multiplexing* over sessions and achieves *zero round-trip* latency. The multiplexing saturates the network when synchronizing multiple resources, hence drastically improving bandwidth. It also eliminates many session handshakes during connection setup, which are slow and computationally expensive. Furthermore, broadcasting without round trips makes data synchronization robust to network changes and unavailability.

The research paper <u>The QUIC Transport Protocol: Design and Internet-Scale Deployment</u> [talk] covers many technical details and deployment insights for QUIC implementations. Another

independent study <u>Taking a Long Look at QUIC: An Approach for Rigorous Evaluation</u> depicts Google's UDP as the future of the transport layer.

An important technique we will use for transaction propagations is *Bloom tables* in set reconciliation and coding. Like the template deltas for Bitcoin mentioned above, Bloom tables enable communication between shards in constant size O(1), rather than proportional to the total transaction size O(n). Graphene employs a similar approach, described in *What's the Difference? Efficient Set Reconciliation without Prior Context*, to huge improvement.

Lastly, we design Harmony with 5G mobile network specifications in mind, namely 1ms latency, 1M connections/km², and 10Gbps throughput, as described by <u>Huawei 5G vision</u>. This upcoming transport network supports 100B connections all over the world; their initial tests are already deployed in Japan and Europe.

2. System Tooling

One principle guiding our work is to actively seek *novel architecture* and to use *optimal languages*.

Bitcoin Unlimited recently argued the same point of an integrated approach and the quality of implementation. Its talk <u>Measuring maximum sustained transaction throughput</u> at Stanford emphasizes proper parallelization and eliminating locks through Bitcoin's system design.

The technical blog post <u>Terabyte blocks for Bitcoin Cash</u> also argues the importance of an optimal backend architecture. It claims the economic feasibility of 7M tx/sec at 10-min latency. More concretely, <u>A roadmap for scaling Bitcoin Cash</u> discusses many proposals for systems optimization: memory map, parallelization, and indexing unspent outputs.

We take the following view on eliminating the bottlenecks in our protocol implementation. Our inspiration comes from *Mosaic: Processing a trillion-edge graph on a single machine* (talk), which achieved 59x speedups on the most challenging distributed benchmarks, including PageRank and community detections. Its novel innovation is to use *Hilbert-ordered tiling scheme* for locality, managing to process graphs with 1 billion nodes and 1 trillion edges on a single host. Mosaic ran its benchmarks on four standard machines with a combined 244 cores and 850K IOPS, which are readily available on Amazon cloud at a low cost.

The most severe overheads of parallel processing are *locks* and *garbage collections*. Typically, the more processing cores in the machine, the more contention for the same resources, which are marked mutually exclusive using locks. Similarly, the more memory in the machine, the longer it takes to scan for free space among all data structures. We will implement lock-free, multi-core algorithms in Rust with allocator-free regional memory management. In particular, we

will follow <u>Destination-Passing Style for Efficient Memory Management</u> to achieve stack and region-based O(1) allocators for pause-free processing.

The last barrier is the system kernel itself. Typical network programs spend more than a third of the time in the kernel and in switching contexts. With *unikernels*, program executions happen in Ring 0 to eliminate context switches to kernels. *Unikernels: The Rise of the Virtual Library*Operating System describes the MirageOS and Jitsu that boot in just 20 milliseconds.

One of our approaches will be to saturate the network capacity of the underlying system. Reliable Messaging to Millions of Users with Migratory Data provides a solution to the C10M problem, namely 10 million concurrent connections on a single host. We will explore the latest techniques there for blockchain, including zero-copy streaming and succinct indexing with a memory-only database.

3. Consensus Protocols

Scalable decentralized protocols are an active area of research. <u>Consensus in the Age of Blockchains</u>, written as a systemization of knowledge, is the best introduction to the latest results. We research extensively into the <u>Most Cited Byzantine Consensus Publications</u>, which cover many developments for distributed consensus and state machine replication.

One line of research stands out: <u>OmniLedger: A Secure, Scale-Out, Decentralized Ledger via Sharding</u> [talk] by Bryan Ford's lab at EPFL. OmniLedger forms committees for sharded state replication, efficiently handling faults and attacks in the open network. OmniLedger is the basis of our protocol; we will discuss its details in the next section.

One of the main predecessors of OmniLedger is <u>Algorand: Scaling byzantine agreements</u>, which uses Verifiable Random Functions and a stateless agreement protocol. Algorand benchmarks to 500k users and 50s latency, achieving 125x of Bitcoin throughput.

Another key, technique is using acyclic graphs for inclusive mining to avoid confirmation forks or orphan blocks. <u>Bitcoin-NG: A Scalable Blockchain Protocol</u> [blog], building on top of its own early work <u>SPECTRE: Serialization of Proof-of-work Events: Confirming Transactions via Recursive Elections</u>, is now a common primitive for separating leader elections from transaction confirmations.

Lastly, our protocol employs a new approach called *monopolist fees*, which uses game-theoretical incentives to disclose true fees without waste. Our model is based on *Rethinking Bitcoin's Fee Market* [blog], which discusses alternative methods for determining simple fees to improve miners' revenues.

Protocols and Optimizations

After extensive research, we conclude that OmniLedger is the most scalable permissionless protocol. Most importantly, its publication <u>OmniLedger: A Secure, Scale-Out, Decentralized Ledger via Sharding</u> has been peer reviewed by the <u>IEEE Symposium on Security and Privacy</u>, a leading research conference. OmniLedger has been tested with 1,800 hosts (25 committees, each consisting of 72 nodes) and achieved 13,000 tx/sec.

The rest of this section describes other protocols targeting scaling and high performance. Many share similar techniques; therefore, we present a critical framework to understand the principles and optimizations for comparison. Lastly, we formulate our adversary model and address some common attacks.

1. High-Performance Protocols

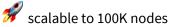
The table on the following page, based on <u>SoK: Consensus in the Age of Blockchains</u>, compares protocols that are peer reviewed or openly validated. The table lists specific transactions per second and measured latency (the second and third columns). Note that the *most promising protocols* are tested with large numbers of nodes and sharding committees (the sixth column). We would emphasize that the **message complexity** (the fourth column) is often overlooked but critical in scaling for production.

To highlight the value and the importance of blockchain scaling, we believe that the following projects are closest to Harmony:

- 1. EOS
- 2. Zilliga
- 3. Hashgraph
- 4. Thunder
- 5. Dfinity
- 6. Kadena
- 7. Algorand

	tx/sec	latency	msg	member	committee	coins
ByzCoin 🦂 👊 🖔	1,000	10s	O(n)	PoW	144	CYPHER
Solidus 😭 👊 🖔	-	-	O(n²)	PoW	-	*
Algorand 🚳	0.025	40s	O(n²)	Lottery	50,000	*
Hyperledger 🦂	110,000	<1s	-	Perm	4	-
RSCoin #	2,000	<1s	O(n)	Perm	3/10	*
Elastico 🚀 🏩 🖔	0.15	16s	O(n²)	PoW	100/16	2-
OmniLedger 🖋 🖔	10,000	~1s	O(n)	PoW	72/25	ZIL
Chainspace	350	<1s	O(n²)	-	4/15	-
Ouroboros 🙊	(257.6)	(20s)	O(nc)	Lottery	40	ADA
Praos 🎇 🖔	-	-	O(1)	PoS	-	ADA
Snow-white	(150)	-	O(1)	PoS	40	Thunder
PermaCoin 🤚	-	-	O(1)	PoR	-	-
SpaceMint /	8-	(600s)	O(1)	PoS	1=1	8-
Intel PoET 🚀	1,000	-	O(1)	HW	-	-
REM 🚀	-	-	O(1)	HW	-	-
Bitcoin	7	600s	O(1)	PoW	F=0	BTC
Bitcoin-NG	(7)	(<1s)	O(1)	PoW	-	CYPHER
Ghost	-	-	O(1)	PoW	-	ETH
Decor+Hop	(30)	(60s)	O(1)	PoW	-	-
Spectre	84	-	O(1)	PoW	P=	-

Consensus protocols in open research from <u>SoK Consensus</u>.





source code available



vulnerable to tx censorship



vulnerable to DoS



incentive to join committee

2. Principles for Scaling

Most protocols share similar techniques but different terminologies for scaling. It is critical to specify the *metrics* and the *complexity* of different implementations. Here we present a common framework in OmniLedger's terminology.

1. Representative sharding

O(1)-size multi-signatures for 10k nodes vs 16-node PBFT. Crypto sortition via randomness from multi-party computation and commit-then-reveal step.

2. Gradual transition

Sybil-resistant identities to maintain liveness when swapping shards. A sliding window from a fixed permutation to ensure $\frac{2}{3}$ honest super-majority.

3. Atomic shard-commit

Each shard uses O(log n) multicast tree-based BFT to unanimously accept cross-shard transactions with O(1)-size coordination.

4. Parallelizing blocks

Acyclic graphs to capture transaction dependencies transitively. Divide each shard into groups to replace faulty nodes with a view-change.

5. Pruning checkpoints

State blocks for storage and bootstrapping against Byzantine DoS. Multi-hop, collectively signed back pointers, space savings.

6. Optimistic confirms

Trust but verify low-value transactions with shard deposits. Guarantee finality in seconds with penalty linear to loss and detection in minutes.

3. Model for Attacks

<u>A Survey on Security and Privacy Issues of Bitcoin</u> discusses the common models and many vectors of attacks for decentralized protocols.

One critical problem for sharding is the *high churn* for OmniLedger and Chainspace. Churn happens when network nodes temporarily go offline or unresponsive. We will follow <u>The Honey Badger of BFT Protocols</u>; its randomized consensus helps mitigate the churn problem that guarantees liveness without making any network timing assumptions.

Another common problem is *single-shard DoS attacks*. One defense is private leader election and fast view change. OmniLedger optimizes ByzCoin by reusing randomized seeds to elect

group leaders. In addition, state blocks from OmniLedger and Merkle checkpoints from <u>Vault:</u> <u>Fast Bootstrapping for Cryptocurrencies</u> help sync when switching shards.

Locations and Al

This section highlights some features and applications **unique to Harmony**. Our team has extensive experience with geospatial data and machine learning.

1. Location Oracles

It is a challenge to integrate smart contracts with oracles that serve as authenticated data feeds. Nodes must be able to independently verify an oracle's consistency. We study <u>Crux:</u>
<u>Locality-Preserving Distributed Systems</u> for optimizing routing and for exposing network topology. The former is useful for sharding that respects physical distances. The latter can take the GPS signals of mobile or IoT devices as proof of location in our applications.

With tight integration of locations, Harmony will be well-suited to support applications for smart cities. For example, autonomous vehicles can fetch verified location data in upcoming trips. Or, imagine thousands of swarm robots, self-organizing around a common mission in an unknown terrain.

2. Decentralized Maps

Maps for geocoding and points of interest can be a showcase for decentralized applications in the real world. A good starting point for building decentralized maps on Harmony can be augmented reality games with incentives like Pokémon.

The competitive advantage of decentralized maps is the long-tail, community-specific content. For example, a school can mobilize all of its staff to map out its buildings and playgrounds in a day; any student or organization can then build games and events on top of the location data without coordination.

3. Al Data Marketplace

Harmony will also serve as a high-volume data marketplace and optimize its machine learning performance. We follow <u>Blockchain-based Machine Learning Marketplaces</u> to build a new decentralized economy based on data.

The key aspects are privacy-preserving applications and transparent data usage. The effectiveness of multiparty computation and homomorphic encryption relies heavily on high performance platform such as Harmony.

Contracts and Beyond

Harmony also explores the design space and the scaling of smart contracts. We have designed a new programming language, **Min** (see <u>min-lang.com</u>), and built a prototype compiler to demonstrate its ease and the security.

This section describes the background of formal verifications and language-based security. These techniques are the current state of the art against vulnerabilities in the decentralized economy.

1. Formal Verification vs Hacks

Open and connected systems create opportunities for new applications as well as attacks and hacks. Beyond the web for information and the social network for identity, security for assets and contracts is paramount to building a decentralized economy.

Kevin Hartnett of Quanta Magazine draws the same conclusion in "<u>Computer Scientists Close In On Perfect, Hack-Proof Code</u>" published in Wired:

"Key parts of Little Bird's computer system were **unhackable** with existing technology, its code as trustworthy as a mathematical proof... That results made **all of Darpa** stand up and say, oh my goodness, we can actually use this technology in systems we care about."

"Previously, when computers were isolated in homes and offices, programming bugs were merely inconvenient. Now those same small coding errors open massive **security vulnerabilities** on **networked machines** that allow anyone with the know-how free rein inside a computer system."

¹ https://www.wired.com/2016/09/computer-scientists-close-perfect-hack-proof-code by Kevin Hartnett

Yet, Bitcoin and Ethereum are learning these lessons anew. In "<u>A survey of attacks on Ethereum smart contracts</u>"², Atzei et al. analyze the \$60M DAO attack and other security vulnerabilities:

- Interrupting money withdrawal before the balance is updated, draining the entire account's assets;
- Leaky abstractions and arbitrary limits of gas usages and functions in virtual machines, causing untestable behaviors in corner cases;
- Executing a contract at a dynamic address is not checked with its static specification, causing the under-specified behavior of an exception or a fallback.

More recently, in "<u>An In-Depth Look at the Parity Multisig Bug</u>"³, Initiative for Cryptocurrency and Contract (IC3) at the Cornell University analyzes the \$30M Parity Multi-Sig Wallet Attack.

2. Language-based Security

Reactive methods for security such as testing, auditing, and monitoring are costly and incomplete. They fail to reason or prove beyond doubt that assets are secure or contracts are consistent with top-level goals.

<u>Language-based security</u>⁴ is a mathematically based technique to verify that programs behave exactly as they intend at a rich specification. Below is the architecture diagram of "<u>The Science of Deep Specification</u>"⁵, one of the maximally funded "Expeditions in Computing" of the National Science Foundation.

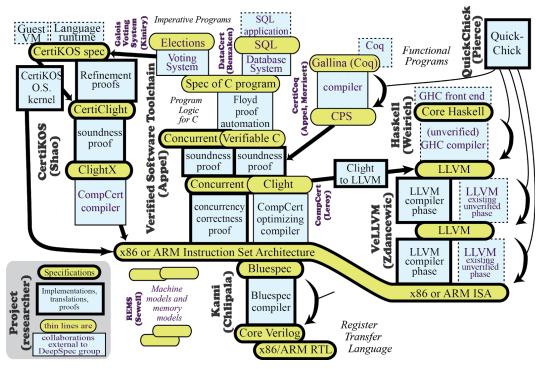
² https://eprint.iacr.org/2016/1007.pdf by Nicola Atzei, Massimo Bartoletti, Tiziana Cimoli

³ http://hackingdistributed.com/2017/0<u>7/22/deep-dive-parity-bug</u> by Breidenbach, Daian, Juels, Sirer

⁴ http://repository.cmu.edu/cgi/viewcontent.cgi?article=1921&context=compsci A Language-Based

Approach to Security, by Fred Schneider, Greg Morrisett, Robert Harper at CMU

⁵ https://deepspec.org/page/Research Expeditions in Computing, funded by NSF



Architecture diagram of "The Science of Deep Specification"

We will apply this technique of language-based security to decentralized applications to guard against incidental mistakes or malicious attacks, including⁶ transaction-ordering dependence, mishandled exceptions, timestamp dependence, and reentrancy vulnerability.

Min, a Harmony subproject, is a new language for programming software with security guarantees, leading to unhackable systems. In short, we devise static types with concise syntax as security specification, analyze decentralized protocols in formal models, and generate optimized code across networks.

3. Fairness and Efficiency

"Scalability is probably problem number one... There's a graveyard of systems that **claim to solve** the scalability problem but don't. It's a very significant and hard challenge." Vitalik Buterin⁷ at DevCon3

⁶ http://www.comp.nus.edu.sg/~loiluu/papers/oyente.pdf Making Smart Contracts Smarter

⁷ A Modest Proposal (sharding to solve the trilemma of scalability + decentralization + security)

Our focus is *on-chain scaling* to support 1,000x more transactions and applications⁸⁹¹⁰. Sharding contracts is more challenging than sharding states.

We follow <u>Chainspace: A Sharded Smart Contracts Platform</u> to build a distributed commit protocol with audit for a Turing-complete platform. Our approach is to:

- 1. Define a useful subset of limited scripting
- 2. Expose transaction dependencies during sharding,
- 3. Annotate computational contracts with stateless verifiers.

We plan to integrate the following aspects of a consensus protocol but their details are beyond the scope of this document.

- Scripts and contracts: Covenants¹¹, Ethereum¹²
- Fairness and efficiency: anti-pooling¹³, proof of useful work¹⁴, proof of stake¹⁵
- Security and privacy: multi-signatures¹⁶, attack models¹⁷, verification¹⁹ ²⁰
- Off-chain and edge clients: Lightning²¹, IoT^{22 23}

⁸ 10M tx * log(10B consensus) * 60*60*24 sec * 512 UDP bytes = 9PB/day, or 17 mins per global vote

⁹ SoK: Research Perspectives and Challenges for Bitcoin and Cryptocurrencies

¹⁰ On Scaling Decentralized Blockchains (max 27 tx/sec and 12s latency despite blocksize or intervals) On side planes: "Their capacity, ability to find routes, achieved throughput, latency, and privacy guarantees depend fundamentally on emergent properties of the payment network graph, such as the value capacity of peer-to-peer channels, the discoverability of routes, the online status of nodes involved."

¹¹ <u>Bitcoin Covenants</u> (vaults to deter key thefts, poisons to penalize double spendings)

¹² https://github.com/ethereum/wiki/wiki/Sharding-FAQ (data availability vs cryptographic accumulators)

¹³ Nonoutsourceable Scratch-Off Puzzles to Discourage Bitcoin Mining Coalitions (proof of retrievability)

¹⁴ REM: Resource-Efficient Mining for Blockchains (vs trusted elapsed time on Intel's SGX)

¹⁵ Ouroboros: A Provably Secure Proof-of-Stake Blockchain Protocol (vs grinding vulnerability)

¹⁶ Securing Bitcoin wallets via a new DSA/ECDSA threshold signature scheme

¹⁷ Bitcoin's Security Model Revisited (cost effective double spending attacks on lightweight clients)

¹⁸ Bitcoin Confirmation (6 confirms to defend against 10% hashrate, 60 confirms against 40%)

¹⁹ Computer Scientists Close in on Perfect, Hack-Proof Code (NSF \$10M funding and DeepSpec)

²⁰ Penn Computer Scientists Join NSF "DeepSpec" Expedition to Eliminate Software Bugs UPenn PL club

²¹ A fast and scalable payment network with bitcoin duplex micropayment channels

²² Blockchains and Smart Contracts for the Internet of Things (marketplace of services between devices)

²³ <u>Blockchains in Mobile Networks</u> (smart city, iot contracts, content marketplace, edge negotiations)

Team and Collaborators

1. Passion and Team

Stephen Tse 谢镇滔 has been obsessed with protocols and compilers since high school. He reverse-engineered ICQ and X11 protocols, coded in OCaml for *more than 15 years*, and graduated with a doctoral degree in **security protocols and compiler verification** from the University of Pennsylvania.

Stephen was a researcher at Microsoft Research, a senior infrastructure engineer at Google, and a *principal engineer* for search ranking at Apple. He

founded the mobile search Spotsetter with institutional venture capital; **Apple later acquired** the startup.

Nicolas Burtey founded a VR video startup in 2012 that **grew to 40 people** and raised \$10m. Orah served the needs of thousands of professional content creators in 70 countries by selling GPU-driven *live stitching* software and 360° cameras.

Nicolas holds a bachelor's degree in mathematics and computer science, and a master's degree in **computational photography**. His master's thesis at Ecole Nationale Supérieure Louis Lumière was titled, "The representation of space and time in *panoramic photography*."



Alok Kothari worked on deep learning models for natural language understanding at **Apple's Siri**. He conducted research in natural language processing, information retrieval machine learning and published at top conferences like SIGIR, ICWSM and EMNLP. His research paper won the best dataset award at ICWSM 2013.

Alok's book "Game Changers" chronicles successful entrepreneurs from his alma mater IIT Kharagpur in India. He also co-founded the *entrepreneurship cell* there, which has produced 60 student startups. Alok obtained his master's degree in artificial intelligence and language technologies from **Carnegie Mellon University**.



Rongjian Lan was a search *infrastructure engineer* for Play Store at Google. He published over 10 academic papers on **spatio-temporal querying** and map-based visualization. Rongjian began researching decentralized protocols in early 2017.

Rongjian is the *co-chair* of ABC Blockchain Foundation, with more than 100 engineers from Google, Facebook, LinkedIn as members. He was a doctoral candidate of computer science at the University of **Maryland College Park** and obtained his bachelor's degree from the University of Science and Technology Beijing.

Minh Doan worked on Google's Assistant, Play and Plus for 5 years. He was a former champion at **USA Computing Olympiad Open** and many other Informatics Olympiads. Minh holds the patent for "*Publisher Click-Ring Fraud Detector*" at Google.

Minh was a doctoral candidate in algorithms and distributed systems at the University of California, Irvine. He has a master's degree in computer science and applied mathematics from **Moscow State University**. His research paper, "An effective ant-based algorithm for the degree-constrained minimum spanning tree problem," published at IEEE Congress on Evolutionary Computation.



Nick White holds bachelor's and master's degrees in electrical engineering from **Stanford University**, where he focused on *signal processing*, optimization and control. As a graduate teaching assistant at Stanford, he researched artificial intelligence and applied mathematics with Prof. Bernard Widrow.

Nick has served as the AI specialist for Hong Kong-based AI incubator Zeroth.AI, and coached over 20 teams from 5 continents across industries ranging from finance to agriculture to blockchain. He is a *certified yoga instructor* and an avid surfer.



<u>Sahil Dewan</u> is a graduate of **Harvard Business School**, where he served as president of the blockchain and cryptocurrency club. He has worked at *Draper Dragon Fund* and advised several blockchain projects.

Sahil founded FuturEd, an *ed-tech startup* that pioneered a mobile platform for alumni engagement and fundraising for over 100 educational institutions in India. He was also elected **country president** for AIESEC India, a youth

leadership organization present in more than 125 countries.



Leo Chen led a team of 8 engineers at Amazon Web Services. There, he built high-throughput *storage virtualizations* for more than 200k EC2 instances. At **Amazon Lab126**, Leo built the *first generation of Kindle Fire* and architected FireOS for all Amazon devices. At Ericsson and Broadcom, he worked on Linux kernel, embedded systems and large-scale distributed systems.

Leo holds a master's degree in data mining from Simon Fraser University and a bachelor's degree from Zhejiang University. Leo has completed **8 full marathons** and hiked the Grand Canyon R3, John Muir Trail, and will soon tick the *Pacific Crest Trail* off his list.



<u>Kunal Patel</u> drives the security design and architecture of **Samsung Pay** and various Samsung Knox projects. As a member of the B2B security team, he conducts internal reviews, partnership evaluations, *program analysis research* and incident response for Samsung. Kunal has worked with researchers and startups on anti-malware, cryptography and program verification.

Kunal obtained a bachelor's degree from North Carolina State University. His specialties include **systems security**, **applied cryptography and protocols**. Kunal is interested in *understanding intelligence* in all its forms.



<u>Eileen Cao</u> holds a bachelor's degree in financial management and a master's degree in technology commercialization from The University of Texas at Austin. She worked at Finance Service Center for Global 500 companies for 6 years, VR startup Orah with Nicolas Burtey, and e-commerce gaint JD.com.

Eileen is a member of *American Poolplayers Association* and has won a regional championship in Austin.



<u>Hakwan Lau</u> is a full professor at University of California, Los Angeles. He specializes in neuroscience and machine learning. Hakwan studied at University of Oxford on the prestigious **Rhodes Scholarship**, served as associate professor at Columbia University, and has published over 90 peer-reviewed papers.

Hakwan's latest paper in Science, "What is consciousness, and could machines have it?" was widely-circulated within the research community. With Harmony, he is exploring the connection between **probabilistic consensus protocols** and brain communication. Hakwan is also studying privacy-preserving modeling of health data on blockchain.

<u>Ka-yuet Liu</u> is a tenured associate professor at the University of California, Los Angeles. She specializes in medical data, network analysis and other system science methods. She received her Ph.D. in sociology from the **University of Oxford** and did her post-doctorate at Columbia University.

Ka uses population-wide, sensitive data from governments to study health and builds *large*, *empirically calibrated* agent-based models to predict disease patterns. Her research is funded by major grants from the National Institute of Health. Ka's paper, "Social Influence and the Autism Epidemic" won the prestigious *Eliot Freidson Award*.



(Academic Consult) <u>Georgios Fainekos</u> is a tenured professor at Arizona State University. He specializes in formal methods of cyber-physical systems, **swarm robotics** and machine learning for real-time planning. Georgios completed his doctoral studies at the University of Pennsylvania's General Robotics, Automation, Sensing & Perception Labs (GRASP) Lab.

2. Expertise and Collaborators



Zi Wang worked on Google Chrome, Google X, Android and Nexus from 2006-2015. He was Google's first **global creative director** for its hardware division and co-founded a Google research lab with a \$20m budget.

Zi founded Quantum Bakery, a startup partnering with Google, Corning and Toyota to develop consumer products with ambient intelligence. He holds a bachelor's degree in computer science and a master's degree in economics.



<u>Trausti Kristjansson</u> has worked at the industry's most respected research labs including Microsoft Research, IBM Research and **Google Research**, founded full-stack startups and led Ph.D. engineers at the top of their field.

Trausti's expertise includes machine learning for speech and distributed compute over billions of consumers' data. His research paper in 2004,

"Interactive Information Extraction with Constrained Conditional Random Fields" won an award at AAAI, the top academic conference in artificial intelligence. Trausti received his **doctoral degree in machine learning** from the University of Waterloo.



Bruce Huang 黄海旻 was a lead engineer at Microsoft for 7 years, a director at Alibaba Cloud and at Credit Ease. Later, he became the CEO of Madailicai, a top peer lending company in China. He obtained his master's degree in computer science from the Simon Fraser University. Bruce is a certified snowboard instructor.



<u>Aaron Li</u> started programming at the age of 7 and started mining Bitcoin in 2011. He was a researcher at Google's machine learning team and a founding engineer at Scaled Inference, an AI startup advised by Prof. Michael Jordan.

Aaron won the prestigious **ACM SIGKDD** best paper award on language topic modeling in 2014, while pursuing his master's degree at Carnegie Mellon University. The U.S. granted him an *extraordinary ability* visa to create

fundamental, disruptive technologies for humans.



<u>Navneet Singh</u> led mobile engineering at Google for 6 years. He was also the senior vice president at payment processor WorldPay and the head of data science at mobile payment provider Ezetap.

Navneet graduated from the Massachusetts Institute of Technology with bachelor's and master's degrees in computer science. He speaks 6

languages, has extensive experience with distributed machine learning and a deep passion for transforming businesses with data-driven innovation.

Michael Young co-founded and led 3 venture-backed companies to acquisitions, including one to a key supplier of Apple. Bringing expertise in computer vision, he has closed deals with Fortune 500 companies, the U.S. Department of Defense and strategic partners across China and Japan.

An inventor of 20 patents, Michael raised over \$35m and was named one of **America's best entrepreneurs** by Bloomberg. He graduated from the University of Pennsylvania with a bachelor's degree in physics and dropped out of a Ph.D. program at Stanford University.

<u>Kushagra Shrivastava</u> runs the Xoogler investment syndicate. He worked at Google from 2006-2014, leading marketing and strategy for Google Play and Android Apps, and served as the chief executive for products at an advertising startup acquired by Pinterest.

He is currently a senior director for the formerly Yahoo Small Business and a fellow at Stanford Center for Legal Informatics. At Stanford, Kushargra founded a blockchain group and actively contributes to the law school's computable contracts project. He holds an executive degree in marketing from INSEAD.

Milestones and Roadmap

1. Achievements and Milestones

Our prototype compiler is at https://github.com/min-lang/min with the MIT open source license. It compiles Min, the security-verifying programming language, directly to machine code, eliminating the common dependencies of libraries or system tools. Currently, the compiler bootstraps itself in x86-64 instructions and supports development in Mac OS. In an unpublished repo Min also compiles to Java VM without any third-party tools.

The author (Stephen Tse) has been tinkering with the language design and compiler of Min for more than a decade. Our publications on security protocols and language design include:

- <u>Verified interoperable implementations of security protocols</u>, ACM Transactions on Programming Languages and Systems, 2008;
- Dynamic security policies, Doctoral thesis at the University of Pennsylvania, 2007;
- <u>Run-time Principals in Information-flow Type Systems</u>, IEEE Symposium on Security and Privacy, 2004.

While the context of the research above has been web protocols and information security, our experience and results extend to decentralized applications and digital assets. *Our theories* are based on type systems of lambda calculi; they link security specification or policies to dynamic networks with run-time principals. On the other hand, *our tools* are based on ProVerif and OCaml; they verify that the protocol implementations are interoperable with the specification to guarantee information-flow security.

2. Roadmap for Launch

- 2018 Q2
 - Validating OmniLedger protocol in Go sustains 10k tx/sec and adversarial attacks with 10k nodes
 - Completing legal setup and distribution model for tokens
 - o Forming a team of **5 engineers** and raising a seed round

• 2018 Q3

- Opening public benchmarks for 10k nodes
- Validating lock-free and allocator-free algorithms in Rust scale linearly on a
 96-core unikernel on Amazon Cloud
- Validating Google's UDP sustains broadcast at 100ms latency with 10k nodes and saturated 10 Gbps links

o Raising seed capital in an initial private token presale

• 2018 Q4

- Opening **public mining** of Harmony tokens with testnet and token economics
- Deploying to **10k devices** for IoT, autonomous robots, supply chain operations
- o Raising final private token presale

• 2019

- o Deploying to 100k tx/sec for payments and financial institutions
- o Deploying to 100k nodes with 100k tx/sec and 1s latency
- Supporting contracts, anti-pooling, multi-signatures, mobile clients

Questions and Answers

1. Frequently Asked Questions

- 1. Who are your competitors with published research and open code/benchmark?
 - o Dfinity: extensive publications on crypto, talk at Stanford
 - o Algorand: SOSP '17 paper, Turing award laureate Silvio Micali, raised \$4M
 - o Zilliqa, with <u>verified protocols</u> & <u>verified contracts</u>
 - o Thunder, Ocean, IOS, Emotig, Ellcrys, and eternity cite OmniLedger or ByzCoin

In contrast:

- Stellar, is a permissioned network (see <u>Ripple story</u>)
- IOTA, had serious vulnerabilities and incompetencies
- o Rchain, lacks technical validation
- "Blockchain Consensus Protocols in the Wild" debunks Tendermint, Symbiont, R3 Corda, Iroha, Kadena, Chain, Quorum, MultiChain, Sawtooth Lake, Ripple, Stellar, and IOTA against Hyperledger Fabric.

2. Why do you target 10M tx/sec?

We target 10M tx/sec because we believe it is **feasible** and **extremely useful** in 3 years. <u>Terabyte Block Project</u> argues for the economic feasibility of 7M tx/sec, while <u>OmniLedger</u> and Rust propose *linear scaling* over network nodes and machine cores. These innovations together are expected to bring a 1,000x breakthrough to scaling transaction rate.

Every day, the US equities market totals <u>9.0B trades</u> (104k tx/s), Facebook handles likes by <u>800M people</u> (93k tx/s), and WorldPay processes <u>110M payments</u> (1273 tx/s). These applications are the prime targets for high-volume transactions on *a single protocol*.

3. How will Harmony change an average user's life?

Computers automate tasks, the Internet delivers information, smartphones bring mobility at almost no cost. Harmony aims to bring the next revolution of the **decentralized economy** to the masses, by making the enforcment of transactions and contracts essentially free.

Harmony's goal is to enable **disintermediation of trust** where anyone can create businesses without a central authority. For example, we want to enable 10B people to

vote on a bill in 17 minutes; or, organization resources can be efficiently re-allocated every second.

- 4. Who or what are expected to be the initial users or functionalities?
 - o **Tips for casual entertainment** or content without creating accounts or channels.
 - A marketplace for services and payments of IoT devices.
- 5. Bitcoin needs 60 minutes for 6 confirms and allows 7 tx/sec, while Ethereum allows 20 tx/sec. Is Harmony a million times faster?

Yes, our goal is to achieve 10M tx/sec with 100ms latency. Hence, if Harmony is successful it will support 1,000,000x more transactions at **36,000x the speed**.

6. If OmniLedger is 13,000 tx/sec, how does Harmony make the leap to 10M tx/sec?

We expect to do so through 10x-100x innovations in all layers of the protocol: networks, algorithms, and implementations.

OmniLedger achieved 13,000 tx/s with 1,800 hosts in a research benchmark. It assumes single core, 20Mbps and 100ms network. We believe that we may further boost this to 10M tx/sec from: 100x more nodes (including light clients), 10x network (1Gb and 150ms world round trip with backbone relay), and 10x manycore graph processing.

Some subtle but key points in OmniLedger are: O(1) signatures and O(log n) commits for PBFT, and optimistic confirms depending on transaction values. The former helps to scale the number of nodes, while the latter helps to scale the number of small transactions.

Other **disruptive** technologies are Google's UDP for broadcasting blocks without round trips or re-transmissions, as well as multi-core unikernels for lock-free and allocator-free streaming processing in Rust.

See Section "Architecture and Innovations" for other techniques and reference.

7. What's Proof of Synchronization and Bandwidth? Did you coin the term?

TorCash invents Proof of Bandwidth for Tor relay routing. (See <u>A TorPath to TorCoin:</u> <u>Proof-of-Bandwidth Altcoins for Compensating Relays</u>.) Harmony combines the bandwidth contribution and **the work of synchronizing transactions** as the basis of fairness and incentives. We are working out the details at the moment.

2. Further reading

- <u>Bitcoin's Academic Pedigree</u>, Communications of the ACM, 2017 Dec
- <u>Bitcoin and Cryptocurrency Technologies</u> [the definitive reference book]
- Decentralization in Bitcoin and Ethereum Networks [blog]
- A survey on security and privacy issues of Bitcoin [blog]
- Programming and proving with distributed protocols [blog]
- Verdi: A Framework for Implementing and Formally Verifying Distributed Systems
- Mechanising Blockchain Consensus
- My VM is Lighter (and Safer) than your Container (8000 VM, 2.3ms boot, 480K size)
- <u>Initiative for cryptocurrency and Contract</u> (IC3 at Cornell, Berkeley, UIUC and Technion)
- <u>Decentralized and Distributed Systems (DEDIS)</u> (Bryan Ford at EPFL, Swiss)
- Top conferences: IEEE S&P, ACM CSS, USENIX Security
- Related conferences: NDSS, NSDI, SOSP
- Specialized conferences: FC, Scaling Bitcoin, Breaking Bitcoin, Bpase

Appendix: Min Language for Contracts

Min, a subproject of Harmony, is a new programming language for writing smart contracts in an easier and safer way. Our site <u>min-lang.com</u> has the full source code and description. Here's a glimpse of its features and syntax.

Memory management costs enormous development effort or it dominates runtime cycles. Min's innovative type inference automates ownership annotations in a region-based memory model, so code remains at a high-level abstraction without the complexity of a garbage collector.

```
Term = Tag
Nil
Apply fun:Term arg:Term
If test:Term pos:Term neg:Term
Binary left:Term op:S right:Term

rewrite : Term? Term =
Binary (Binary a '&' b) '|' c? If a b c
Binary a '&' b? If a b Nil
Binary a '.' b? Apply b a
Binary a '@' b? Binary b ';' a
```

Min's precise types allow checks for correctness before execution and optimize for machine performance. Scaling to a million page requests or intensive scientific computations is not expected to require delegation to foreign functions. With Min, are expected not to have to worry about null pointers in critical services, or stealing and tampering of your digital assets in smart contracts.

```
black_scholes
s : R # stock price
x : R # strike price
t : R # expiration time in years
r : R # risk-free interest rate
σ : R # volatility
: R
= s φ(d₁) - x e^(-r t)φ(d₂) @
φ = Normal.cdf
d₀ = log s/x + (r + σ²/2)t
```

$$d_1 = d_0 / \sigma \sqrt{t}$$

 $d_2 = d_1 - \sigma \sqrt{t}$