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BlockSim-Net: A Network-Based Blockchain Simulator

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3 Abstract: Since its proposal by Eyal and Sirer (CACM '13), selfish mining attacks on proof-of-work blockchains have

4 been studied extensively. The main body of this research aims at both studying the extent of its impact and defending

5 against it. Yet, before any practical defense is deployed in a real world blockchain system, it needs to be tested for

6 security and dependability. However, real blockchain systems are too complex to conduct any test on or benchmark

the developed protocols. Instead, some simulation environments have been proposed recently, such as BlockSim (Maher

et al., '20), which is a modular and easy-to-use blockchain simulator. However, BlockSim's structure is insufficient to

• capture the essence of a real blockchain network, as the simulation of an entire network happens over a single CPU. Such

a lack of decentralization can cause network issues such as propagation delays being simulated in an unrealistic manner.

In this work, we propose BlockSim-Net, a modular, efficient, high performance, distributed, network-based blockchain

simulator that is parallelized to better reflect reality in a blockchain simulation environment.

3 Key words: Bitcoin, Blockchain network, Simulator, Decentralization

14 1. Introduction

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Proposed by Nakamoto [1], blockchain has applications in cryptocurrencies (e.g., Bitcoin [1], Ethereum [2], Litecoin¹), certificate transparency², governmental services [3], etc. This is due to its transparency and immutability features [3–5]. Blockchains are maintained by peer-to-peer (P2P) networks, composed of nodes called "miners". Miners are incentivized by a competition through a process of mining, i.e., a trial-and-error process conducted via invested computational resources.

Nakamoto's security assumption for Bitcoin has been that as long as a majority of the computational resources belongs to honest miners, the system will award each miner with their fair share. In other words, the reward that each miner receives will be proportional to their invested resources or "hashing power" [1]. [6] has shown that the blockchain shows immutability of the history if honest miners are majority. However, in 2013, Eyal and Sirer [7] showed that an adversarial miner can obtain more than their fair share even without having a majority of the total hashing power. Since then, there has been extensive research to optimize this attack [8, 9], and to defend against it [10, 11]. The proposal of these improvements clarified the need for a dependable environment to conduct the tests. However, real blockchain systems are too large and complex for these purposes.

¹https://litecoin.org/, accessed 15th April 2021.

²http://www.certificate-transparency.org/

In recent times, some general simulation environments have been developed [12–14]. We focus on BlockSim [14], which is a versatile blockchain simulator. While BlockSim might suffice for certain security tests, since it simulates everything on a single CPU, a network-based simulator would provide a more realistic simulation of a real blockchain. Such a simulator can also help simulation of other attacks and issues associated with the network itself, e.g., network randomness due to propagation delays, and oracle and bold mining attacks [15]. Therefore, in this work, we propose BlockSim-Net, a simple, easy-to-use, highly-efficient, network-based blockchain simulator for use in blockchain security research. Additionally, our simulator can also be used for beta-testing and optimization benchmarking.

• 1.1. Our contributions

We build on top of an existing work, BlockSim [14], which simulates a blockchain on a local system. The contribution of this work is two-fold:

- 1. From Local to Network: Our main contribution is converting the BlockSim's [14] local simulation to a network simulation. As opposed to a local simulation, a network simulation is more distributed, decentralized, and comparable to a real blockchain, since multiple miners from different locations can be involved in simulation of a blockchain network together. Such a simulator can also be used to effectively simulate network-based attacks.
- 2. **Efficiency:** Since simulation on the network comes with associated heavy communication costs, our work also includes multiple optimizations. The main optimizations are mentioned below:
 - (a) Switching to another miner's blockchain when a block is received: Since [14] simulates on a single system, miner nodes can easily access the local blockchains of other miner nodes. Over a network, however, to switch to another miner's blockchain, a node would need to receive the entire blockchain of that miner. This would mean high communication costs. Thus, instead of that, we propose the use of a local dictionary that stores all the blocks that the miner receives during the simulation. Most of the time, using this local dictionary, miners will be able to recreate the chain that was supposed to be received with minimal communication. However, in the case where a required block is lost in communication, recreating the blockchain may not be possible.
 - (b) Consensus: In [14], since the entire simulation happens on a single system, the main thread accesses the longest local blockchains of all miners at the end of the simulation and decides on the longest chain. However, over a network of miners, each miner would have to send their longest local blockchain to the admin server for consensus (refer Section 3.6). However, the propagation of the entire blockchain would be very costly in terms of communication complexity. Instead, here we propose that miners only send the last block of their longest local blockchain to the admin server for consensus. We elaborate on why the last block is enough for consensus in Section 3.6.

4 1.2. Related Work

Simulators. In the recent past, there have been several proposed blockchain simulators. SimBlock [13], proposed in 2019, is a blockchain simulator in Java that is mainly designed to study the impact of node behaviour on the network. Their experiments have proven that SimBlock provides a good picture of a real blockchain. Similarly, BlockSim [16], proposed in 2020, is another blockchain simulator in Python that captures the network,

| | Paral. | Propagation of Blocks | Simulation | Scalability |
|-----------------|----------|-----------------------|-------------------------|-------------------------------------|
| BlockSim | Х | Simulation | Single CPU | Depends on the power of the CPU |
| SimBlock | Х | Simulation | Single CPU | Depends on the power of the CPU |
| VIBES | ✓ | Actual propagation | On a real blockchain | Bulky; hard to scale |
| Blockchain Demo | Х | Simulated | Web-based visualization | N/A |
| Talaria | Х | Simulated | Single CPU | Depends on the power of the CPU |
| BlockSim-Net | √ | Over multiple servers | Over a network | Depends on the power of the servers |

Table 1. A qualitative comparison between state-of-the-art simulators. "Paral." is an abbreviation for "Parallelizable."

incentive, and consensus layers of a blockchain. It is a modular, intuitive, and easy-to-use framework that allows the user to simulate a blockchain network of a multitude of nodes. Talaria [17], proposed in 2021, is another simulator that extends the capability of BlockSim by including permissioned blockchains. However, it is important to note that SimBlock, BlockSim and Talaria simulate the whole network on a single CPU. This means that the complications associated with network and communication between nodes cannot be realistically captured. While [13, 14, 17] are highly scalable, BlockSim-Net is better for security analyses because it is a closer approximation of an actual blockchain network.

Some more recent blockchain simulators include VIBES [12] and Blockchain Demo ³. VIBES is a simulator that allows users to specify configurations to create and simulate a custom blockchains. It works on real networks, and this makes the simulation bulky, complex, and not scalable. Blockchain Demo is a web-based simulator that allows a user modify transaction and node configurations on the interface and thereby understand the working of blockchains. SimBlock and VIBES can be used to understand Blockchain networks visually. Table 1 provides a comparative summary of existing simulators.

Selfish Mining. In the original Bitcoin paper, Nakamoto [1] works on the assumption that as long as the majority of the hashing power belongs to honest miners, every miner gets a reward that is proportional to their work. However, Eval and Sirer [7] have introduced the concept of selfish mining, which allows a miner to earn more than her fair share, even when the honest majority assumption is true. The primary idea behind selfish mining is that a seemingly-honest miner can deviate from the honest protocol by populating a private chain until it becomes longer than the existing longest chain in the network. By extending on a private chain, a miner can potentially eliminate blocks in the network and get rewarded more than one's fair share. Several selfish mining defenses and optimizations have also been proposed by various works [8, 9, 18, 19] against attacks proposed by [7, 11, 20, 21]. In the original Bitcoin implementation, in case multiple chains with the same number of blocks occur, miners choose the one that they receive first. However, [7] proposes choosing one of the chains uniformly at random. This defense prevents attackers with less than 25\% of the total hashing power of the network from obtaining high rewards. However, the later attack proposal by [8] on Optimal Selfish Mining reduces this value to 23.2%. [11] proposes the publish or perish scheme and this takes the value back to 25%. Given this trend of proposals of selfish mining and network-based attacks and defenses, blockchain security research needs to constantly work to improve with better defenses. In this scenario, there arises a need for simulators that can simulate a real network as realistically as possible in order for defenses to be tried and tested.

2. Preliminaries

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Proof-of-Work Blockchains. A blockchain is a chain of blocks that contain information about the various transactions happening in the network. Each block in the chain consists of the hash of the previous block (i.e.,

³https://andersbrownworth.com/blockchain/, accessed 30th April 2021.

the parent block) in the chain, the depth of the current block, a nonce and a difficulty target. In some models (e.g., GHOST protocol [22]), a block may also refer to an uncle chain, which is a separate chain that comprises of orphaned blocks built on top of the parent block. Each miner in the network constantly attempts to mine a block. To mine a block, a miner should be able to create a block such that the hash of the block is lower than the difficulty target. The miner to achieve this first gets a reward. Creating a block such that the hash of the block is lesser than the difficulty target requires computational power and, consequently, a certain amount of time. The network is designed such that the miners adjust the difficulty target from time-to-time in order to ensure that the inter-block time is fixed even if the computational resources of the miners vary. For instance, in Bitcoin, the inter-block time is fixed to approximately 10 minutes. Therefore, every miner that is able to mine a block can be said to have done some "work", which is easy to verify. Since the network constantly updates the difficulty target based on the computational power of the miners, every miner that is able to mine a block is said to have demonstrated "proof-of-work".

BlockSim. BlockSim and BlockSim-Net deal with mainly three layers of blockchain: the *network layer*, the *consensus layer*, and the *incentive layer*. The network layer mainly copes with the propagation of blocks and transactions in the blockchain system. The consensus layer ensures the protocol for honest nodes to come into consensus in the main chain. The incentive layer deals with miners' incentives for playing the honest mining strategy by using transaction fees and block rewards. The main differences of this work from BlockSim are on the simulation of the network and the consensus layers. Algorithm 1 describes BlockSim's simulation of a blockchain network.

In Algorithm 1, current_time refers to the current time in the simulation at any given point. It starts with 0 in the beginning and goes up to sim_time which marks the end of the simulation. In the beginning of the simulation, the current_time is set to 0 and the hash power of each of the num_nodes nodes is randomly initialised. Afterwards, a transaction pool and a genesis block are created centrally for the simulation. Further, this genesis block is appended to each node's local blockchain. Later, each node starts mining on top of the genesis block. In this simulation, mining is essentially the creation of block "events". Based on a node's hashing power, BlockSim calculates a time, t (in seconds) that would be sufficient to show proof of work. Therefore, when a block is said to be mined, an "event" is created with its timestamp set to current_time + t.

During the simulation, the block event that is scheduled for the earliest point in time is fetched from the queue by calling get_next_event(). The current time is then set to the timestamp associated with the event. If the block event is of "create" type, then a block object is created and appended to the miner's local blockchain if and only if the block is built on top of the last block in the miner's local blockchain. This block is then sent to the other miners in the network. However, if this block event is of "receive" type, all the miners (except the miner of this block event) verify whether certain conditions are met. In the case that the block satisfies these conditions, the miners append it to their local blockchain and start mining on top of it. This is done repeatedly until the simulation end time is reached.

Once the simulation end time is reached, the longest blockchain is chosen centrally by comparing the local blockchains of all miners. Once the longest blockchain 1b is found, the local blockchain of all miners is set to 1b.

3. Simulation

BlockSim-Net is intended to be a simulator of a blockchain on a real network with different servers acting as miners. For implementation, we have split the structure of the simulator into two types of servers: 1) the Admin Server; and 2) the Miner. All miners on the network can deploy the miner code at their ends and run

Algorithm 1 Simulation in BlockSim

```
procedure \mathcal{F}_{blocksim} (num nodes, sim time)
   current time = 0
   set hash power(num nodes)
   create a transaction pool
   create genesis block and append to each node's local blockchain
   for node in all nodes do
      mine(node, current time)
   end for
   while (!empty(Queue) and current time < sim time) do
      event = get next event()
      current time = event.time
      run event(event)
      remove from queue(event)
   end while
   lb = get longest chain(all nodes)
   set global blockchain(lb)
   print consensus stats()
end procedure
```

a simulation collectively. The admin server runs on one node during the simulation.

2 3.1. The Admin Server (AS)

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For our purposes, we have used an admin server (AS) that acts as a common point of contact to each of the miners. Every node connects to this server in the beginning of a simulation. AS, having received connections from the miners, collects information about them: miner ID, hash rate, IP, the port on which each of the miners will host their server socket during the simulation. We call this information miner-info. Being the common point of contact for each of the miners, AS also shares the information of other miners in the network. Each node can communicate with each other for the purposes of the simulation. Although, in reality, such an admin server is not present in a blockchain, here we need it for the sake of efficiency, and utilize it only in the start and end of the simulation.

We emphasize that AS only initiates the miners for the simulation and has no role in the creation and exchange of blocks in the simulation. AS assigns an ID to each of the miner nodes in order to make identification of the miner nodes easier. Once each of the nodes has been provided with miner-info, they are ready to run the simulation independently without any help from AS. The miner-info includes miner ID, total hash rate of all the nodes in the network, and the IP and the port on which each of the miners will host their server socket during the simulation.

Apart from communicating information about other miners in the network with each node, AS is also responsible for the creation of the genesis block and creating a pool of transactions that are to be used by the miners for the duration of the simulation. As all miners have access to the genesis block and a transaction pool (with common transactions) in an actual network, the AS provides the genesis block and a pool of transactions to all the miners at the beginning of the simulation as a common starting point.

The next time that the AS is needed in the simulation is at the time of consensus, i.e., once the simulation is complete. While in a real blockchain, consensus happens as a result of communication between the miners themselves, here, it is important to remember that BlockSim-Net performs a timed simulation; a simulation has

- a start-time and an end-time. Due to this property of a simulator, there arises a need for an entity that can
- 2 make up for a potential abrupt halt in the network. Thus, when the simulation end-time is reached, we use AS
- to ensure that the local blockchains of all miners are complete and uniform.

4 3.2. The Miner

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- 5 The role of a miner is to create blocks on the network and propagate those to the other miners on the network.
- A miner also listens to the other miners on the network for blocks. Upon receiving blocks from other miners,
- a miner updates/maintains their blocks, based on some predefined rules. These rules differ from one another
- based on the type of blockchain or application.

Initially, each one of the miners connect to the admin server, AS. They learn miner-info from AS. As mentioned in the previous section, miner-info includes miner ID, total hash rate of all the nodes in the network, and the IP and the port on which each of the miners will host their server socket during the simulation. Once this basic information is acquired, the simulation timer starts running.

As soon as the simulation begins, AS creates a genesis block and a transaction pool and sends them to the miner nodes. Each miner node, upon receiving the genesis block and a pool of transactions, can start creating a new block at depth 1 (considering the genesis block is at depth 0). Each miner constantly listens for blocks from other miners on the network.

3.3. Initialization

One of the main responsibilities of AS is to provide basic information to the miners in the network. This information includes the miner ID to uniquely identify a miner, IP addresses and ports of all the miners on the network so that they can communicate with each other, and the total hash rate of the network, which is computed by the admin server by adding the individual hash rates of each miner. This basic information is referred to as miner-info in our paper. Additionally, at the start of the simulation, AS also provides a pool of transactions to be used for a simulation period and the genesis block to the miners at the start of each simulation. On the miner end, each of the miners randomly initialise themselves with a hash rate (a random sample from 0-30). After receiving their IDs from the admin server, the miners also initialise themselves with that value.

At the start of the simulation, each miner gets a genesis block and a pool of transactions from AS. After this, they start mining on top of the genesis block. The created blocks are stored in a 'create queue'. The miners also listen for new blocks from other miners on the network. The received blocks are stored in a 'receive queue'. See Figure 1 for the summary of an entire simulation.

In order to simulate proof of work in our blockchain network, we use the concept of "events" similar to [14]. In our implementation, each miner uses their (randomly generated) hash rate, h, in conjunction with the value of total hash rate obtained from AS to calculate the time (in seconds) a miner would take to create a block. Thus, creation of a block, in our context, means creation of a block object that is scheduled to be sent out into the network only when its blocktime (as calculated) is reached (or exceeded). As mentioned above, once created, these block objects are added to the 'create queue'.

The miner iteratively checks for blocks in the 'create queue' and the 'receive queue'. When a block is created, the miner appends it to its own blockchain if the certain conditions are met (explained in the next section). On the other hand, if new blocks have been received, the miner checks if the blocks impose any further action to be taken on our blockchain. At the end of the simulation, the miner tries to build a full chain to account for any delays in the propagation of certain blocks. This has been explained in detail in Section 3.5. Finally,

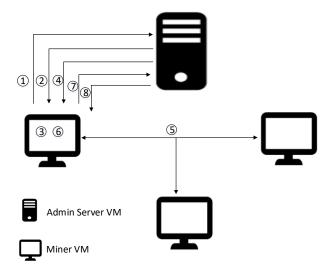


Figure 1. BlockSim-Net Simulation Flow: 1. Miner connects to the admin server. 2. Miner gets basic information from the admin server. 3. Miner starts simulation. 4. Miner gets the Genesis Block and Transaction Pool from the admin server at the start of the simulation. 5. Miner starts the process of creating blocks and listening to blocks created by other miners on the network. With every new block (either created or received), Miner may update its local blockchain. 6. At the end of the simulation, Miner replaces the empty blocks (if any) in its longest chain with the blocks received. 7. Miner sends the last block of their longest chain to the admin server for consensus. 8. Based on the results of consensus, Miner gets the longest chain from the admin server (if their chain is not the longest).

Algorithm 2 BlockSim-Net Simulation Algorithm For A Miner

```
procedure \mathcal{F}(txn pool, genesis block, node info, sim time)
   while current time < \sin time do
       if (! empty(create queue)) then
          block = getnextcreateblock()
          if current time >= block.scheduled time then
              update local blockchain(block, "create")
          end if
       end if
       if (! empty(receive queue)) then
          block = getnextreceiveblock()
          \mathcal{F}_{update\_local\_blockchain} (block, "recv")
       end if
   end while
   build full chain()
   consensus()
end procedure
```

- the miners send the last blocks in their local blockchains to the AS for consensus (explained in Section 3.6).
- This entire protocol has been illustrated in Algorithm 2.

3 3.4. Updating local blockchain

- 4 Any update to the local blockchain of a miner happens based on some predefined rules. A miner node may
- b have to update its local blockchain in two cases: (a) when it creates a block; (b) when it receives a block from
- another miner node in the network. Algorithm 3 describes the protocol to update miners' local blockchain.

Algorithm 3 Local Blockchain Update Procedure of BlockSim-Net

```
procedure \mathcal{F}_{update\ local\ blockchain} (block, flag)
   if flag = "create" then
      if ((myCH.last_block().depth < block.depth) and (myCH.last_block().id = block.previous)) then
          myCH.append(block)
          send block(block)
          myCH.create block event()
      end if
   else
      if (block.previous = myCH.last block().id) then // case 1: received block is built on my last block
          myCH.append(block)
          send block(block)
          myCH.create block event()
      else// case 2: the received block is not built on my last block
          if (block.depth > myCh.depth) then
             myCH = construct chain(block)
             myCH.create block event()
          else
             myUncleCH.append(block)
          end if
      end if
      receive queue.remove(block)
   end if
end procedure
```

- 1. When it creates a block: As discussed above, in this paper, 'creation of a block' actually corresponds to scheduling of an event. When a block object is created, it is appended to the miner's 'create queue'. Any action on the created block is only taken once the block object's blocktime has been reached or exceeded. As we have also discussed above, a miner needs to constantly check the blocks in their 'create queue' to see if the blocktime of the block with the earliest timestamp in the queue, next_create_block, has been reached (or exceeded). Once the blocktime of next_create_block has been reached (or exceeded), the miner looks at the last block, last_block in their local blockchain. If the depth of last_block is less than that of next_create_block, the miner appends next_create_block to their local blockchain. After this process, next_create_block is removed from the queue. The miner can now start mining on top of next_create_block, which is now the last block of the updated blockchain. If a block with the same depth as next_create_block is received, it will be added to the miner's uncle chain.
 - 2. When it receives a block: When a miner receives a block from another miner in the network, the block is first added to the 'receive queue'. During the simulation, the miner fetches the block with the earliest

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- timestamp, next_receive_block, from the 'receive queue'. If the depth of this block is greater than that of the last block in the miner's local blockchain, the miner needs to update their blockchain. If not, next receive block is added to the uncle chain.
- If there is a need to update one's local blockchain, the following rules have to be followed:
 - If a received block is built on top of the last block of the miner's longest local blockchain, the miner appends it to their longest chain. If they were already trying to mine a block at the same depth as the received block, they will discard their block. The miner, having updated their local blockchain, can now start mining on top of the received block.
 - However, if the received block is not built on top of the last block of the miner's longest chain, the miner looks at its depth. If the depth of the received block is less than or equal to the last block of the miner's longest local blockchain, the miner adds the block to its uncle chain. However, if the depth of the received block is greater than that of the last block of the miner's longest local blockchain, the miner needs to switch to the chain of the miner from whom the block was received.

In Algorithm 3, the procedure update_local_blockchain is described. This procedure receives a block and a flag associated with it as inputs. Here, myCh refers to a miner's local blockchain. block.depth is the depth associated with a block and myCH.last_block() returns the last block in the miner's local blockchain. block.previous refers to the block ID of the block that this block was mined on top of. myUncleCH refers to the uncle chain which contains the orphaned blocks of the miner. Lastly, construct_chain is a method that will allow the miner to efficiently switch to another miner's blockchain, without having to receive that miner's entire blockchain. The details of this method have been described in the next section.

3.5. Switching to another miner's blockchain

A simulation entails multiple exchanges of blocks. However, not all of the blocks involved (created or received)
make it to the longest chain of a miner immediately. However, because of consensus, many of these blocks make
it to the miner's longest chain at some point with a considerable probability. Thus, if some blocks are discarded
because they do not make it to the miner's longest blockchain now and they make it to the miner's longest
blockchain at a point in the future, it does not make sense to discard them.

In our implementation, the miners locally store all the blocks that they create and receive from other miners on the network in a dictionary with the block IDs as keys and block objects as values. Thus, when a miner has to switch to another miner's chain, they trace back from the latest received block up to the genesis block. If the miner does not have some blocks in their local dictionary due to potential delays, we put temporary empty blocks up to the genesis block. We then try to replace the empty blocks with the correct blocks, if available in the dictionary, once the simulation ends. This last step corresponds to build_full_chain method given in Algorithm 2.

3.6. Consensus

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At the end of the simulation, each miner sends the last block of their longest local blockchain to the admin server. The admin server determines the miner with the longest chain from the depth of these blocks. In case more than one miner has the longest blockchain, it considers the miner whose last block was created the earliest.

Once the admin server determines the miner with the longest chain, the admin server communicates with this miner to obtain their longest local chain. After that, the admin server sends it to all the other miners. If

- the miner with the longest chain has empty block objects as part of the chain which could not be replaced (due
- 2 to the unavailability of those blocks), that particular simulation is discarded.
- This protocol has been described in Algorithm 4. As per this algorithm, the admin server first determines
- 4 the miner whose blockchain is the longest using the method $\mathcal{F}_{determine_accepted_miner}$. It then requests this
- miner to send its chain and stores it in global_chain. Finally, global_chain is sent to all miners with the
- 6 help of the method send_chain(). The admin server also prints the statistics of the consensus in the end.

```
Algorithm 4 Consensus Algorithm of BlockSim-Net Executed by Admin Server
```

```
procedure \mathcal{F}_{determine} accepted miner (last_blocks)
   maxLength = -1 // length of the longest blockchain
   minerId = -1 // variable to store the ID of the miner with the longest chain
   for block in last blocks do
       if (block.depth > maxLength and block.timestamp < current time) then
          \max Length = block.depth
          timestamp = block.timestamp
          minerId = block.minerId
       end if
   end for
   return minerId
end procedure
procedure \mathcal{F}_{consensus} (last_blocks)
   minerId = \mathcal{F}_{determine \ accepted \ miner}(last\_blocks)
   global chain = get chain(minerId)
   send chain(global chain)
   print consensus stats()
end procedure
```

4. Results

- Our simulator codebase is available at: https://anonymous.4open.science/r/blocksim-net/ (uploaded 26th
- October 2020). Our implementation is in Python 3.6, and it uses packages, numpy 1.20.3., math, random, scipy
- 1.6.3, pickle, threading, and socket. We present simulation results for both Bitcoin and Litecoin via using the recent market shares.

Regarding Bitcoin, we have deducted the mining statistics of the top 6 pools (F2Pool, Poolin, BTC.com,

- AntPool, Huobi.pool, and ViaBTC) for the time interval between 10 May 2020 and 10 May 2021 from btc.com⁴.
- We feed this information as the hashing powers for 7 miner nodes (6 pools + Others) in our 10,000 second
- simulation. We have run the nodes locally on different ports on a Intel Core is 8th Generation Processor with
- ¹⁶ 8GB RAM. The results are presented in Table 2.

17 Regarding Litecoin, we have deducted the mining statistics of the top 5 pools (LTC.top, AntPool, F2Pool,

- Litecoinpool.org, and ViaBTC) from btc.com⁵. We feed this information as the hashing powers for 6 miner
- nodes (5 pools + Others) in our 1000 second simulation. We have run the nodes locally on different ports on a
- Intel Core i5 8th Generation Processor with 8GB RAM. The results are presented in Table 3.

⁴https://btc.com/stats/pools, accessed: 10 May 2021.

⁵https://miningpools.com/litecoin/, accessed: 10 May 2021.

| Mining Pools and hash percentage | Real mining share (%) | Simulation |
|----------------------------------|-----------------------|-------------------------|
| | | % of total blocks mined |
| F2Pool | 16.7 | 17.58 |
| Poolin | 13.7 | 12.43 |
| BTC.com | 11.5 | 11.41 |
| AntPool | 11.1 | 11.67 |
| Huobi.pool | 8.7 | 8.74 |
| Binance Pool | 8.7 | 7.57 |
| Others | 29.6 | 30.52 |

Table 2. Block percentage for major Bitcoin miners in a BlockSim-Net simulation. Expected block interval = 5 seconds; Simulation time = 10,000 seconds; Total number of blocks mined: 1979.

| Mining Pools and hash percentage | Real mining share (%) | Simulation % of total blocks mined |
|----------------------------------|-----------------------|------------------------------------|
| LTC.top | 22.0 | 24.60 |
| AntPool | 20.0 | 21.24 |
| F2Pool | 19.0 | 16.44 |
| Litecoinpool.org | 14.0 | 13.20 |
| ViaBTC | 12.0 | 12.24 |
| Others | 13.0 | 12.12 |

Table 3. Block percentage for major Litecoin miners in a BlockSim-Net simulation. Expected block interval = 12.42 seconds; Simulation time = 10800 seconds; Total number of blocks mined: 833.

- In our experiments we have found that, as expected, the more blocks are expected to be mined in a simulation, the less deviation from the expected fair share (i.e., the hash power of each miner) occurs. Both
- Tables 2 and 3 show that every miner gets a fair share (total block percentage) that aligns with their hashing
- power. Yet, Table 2 induces less deviation from the expected rewards compared to Table 3 because of a higher
- block interval. The expected block interval and simulation times affect the result as they affect the expected
- number of blocks found in a simulation. As a result, for future experiments, we recommend small expected
- block interval (typically 5 seconds) for fast simulation. Also, we recommend a simulation with at least 2,000
- expected blocks for low deviation.

5. Conclusion

- In this paper, we propose BlockSim-Net, a simulation framework for blockchain technologies, on a real network
- with multiple communication optimizations. Our codebase in Python, as an extension of the implementation
- of BlockSim, has been divided into two aspects: the admin server and the miner. Future work is needed to
- improve on the scalability of the system. Furthermore, while BlockSim-Net provides a codebase for proof-
- of-work blockchain networks, our work could be extended to other blockchain systems and simulate possible
- attacks and defence mechanisms on these systems.

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