# BLOCKCHAIN: SMART CONTRACTS LECTURE 11 – ADVANCED TOPICS

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#### **IMPORTANT**

Some of the following slides are the property of

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- 1. The ENS: Ethereum Name Service
- 2. Ethereum Swarm
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- 4. Hyperledger Fabric
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- ENS = think on a DNS for Ethereum
- Example:
  - Ethereum foundation donation address:
     0xfB6916095ca1df60bB79Ce92cE3Ea74c37c5d359
  - Same address in an ENS enabled wallet: ethereum.eth
- ENS launched as public registrar on May 4, 2017
- Three EIPs defining the operation:
  - EIP-137 the basic functionality
  - EIP-162 an auction system for "domains" in the .eth root
  - EIP-181 reverse resolution of addresses

ERC 137 - base registry layer

- Contract with simple functionality (<50 LoC)</li>
- Registry keeps domain names in the form of nodes (numerical bytes32 values)
- Domain names = dot separated labels
- Conversion from domain names to nodes done via a recursive algorithm namehash
  - Example for catchyname.eth:

```
node = '\0' * 32
node = sha3(node + sha3('eth'))
node = sha3(node + sha3('catchyname'))
```

#### • Registry:

- keeps mapping from a registered name to a resolver
- permits a name owner to set the resolver for the name
- permits a name owner to create subdomains for a name

#### Resolvers:

- represented by addresses associated to nodes
- perform resource lookups for a name can provide an associated contract, content, IP addresses
- their base specification is defined in EIP 137, but can be extended to provide also other types of records

#### Registrars:

- the owners of name nodes
- responsible for for allocating domain names and updating the ENS registry (e.g., changing resolvers)
- can be represented by contracts or EOAs

Resolving a name of a contract – two step process

#### Step I: getting the associated resolver address

- function resolver(bytes32 node) constant returns (address);
- method provided in registry contract
- should receive as parameter the namehash of the name

#### Step II: getting the address associated to the name

- function addr(bytes32 node) constant returns (address);
- method that should be supported by the resolver implementation
- should receive as parameter the namehash of the name
- resolver must return 0 if no address corresponds to the name
- -Presolver must emit an event if the address is changed

Other methods, besides resolver, in the registry contract

Callable by anybody:

function owner(bytes32 node) constant returns (address);
 (returns owner/registrar of a node)

function ttl(bytes32 node) constant returns (vint64);
 (returns a caching time duration for a node mapping)

Callable only by the node owner:

- function setOwner(bytes32 node, address owner);
   (transfers ownership of a node)
- function setSubnodeOwner(bytes32 node, bytes32 label, address owner);
   (creates a new subdomain and sets its owner)
- function setResolver(bytes32 node, address resolver);
   (sets the resolver of a node)
- function setTTL(bytes32 node, uint64 ttl);
   (sets the TTL for a node)

- Resolvers can implement multiple record types (most generic returning a contract address via addr method)
- Must implement the function:
   function supportsInterface(bytes4 interfaceID) constant returns (bool)
- *interfaceID* is computed as XOR of hashes of functions provided by the resolver implementation (or the hash if only one function is provided)
- Should return true if the the resolver implements the "interface" defined by the XOR-ed summary

How to get ownership on a domain?

- Root node is controlled by 7 signatures, 4 being required for any change
- Currently, the only usable top level domain: .eth
- .eth subdomains are distributed to new owners via a complex Vickreytype auction system

Generic Vickrey auctions (ENS system has some changes):

- All bids are sealed and revealed at the end
- Highest bidder wins
- Pays the amount of second-highest bid

**Ethereum ENS bidding changes:** 

- Bidders must lock up a value at least equal with their bid as payment guarantee
- To hide the bids value and the name they bid on, a two-step commit-reveal mechanism is used
- In commit phase a typical hash(name | value | salt) is submitted by each bidder
- There's no central authority for the reveal phase to simultaneously "open" the bids
- Bidders must execute the reveal phase themselves if they don't, they lose their locked
   funds (Why?)

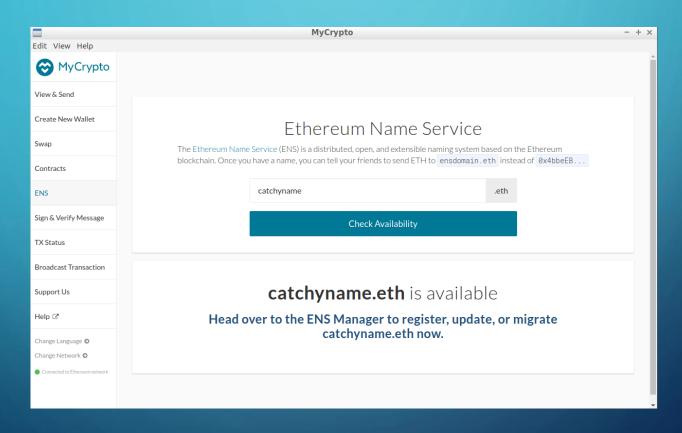
#### Ethereum ENS bidding details:

- If no penalty is applied on locked funds for unrevealed bids, and funds are simply returned at the end of the auction then somebody could abuse/cheat the system by registering multiple bids and revealing only a convenient one.
- An auction is started with first announcing the intention of registering a name by using its hash; this triggers the start of an auction bid time
- Privacy of the wanted name can be, therefore, theoretically maintained being hidden by the hash
- Many auctions may have only one bidder who intended registering the name and first started the
   auction
- Cases of multiple bidders:
  - The name proposer makes public that an auction is ongoing for the name
  - Some users just happen to want the same name at the same period of time

Ethereum ENS bidding details:

- After the bid time expires a reveal time starts for revealing the bids
- Each independent bid reveal triggers a re-computation of the potential winner
- Winner is set to the highest revealed bid before expiration of reveal time
- Winner can recover the difference between his bid and 2nd highest revealed bid
- Winner payment for the registration is locked in a deed contract for the name for the desired period of holding the name (minimum one year)
- Winner can afterwards release the name back to the system and recover the locked funds

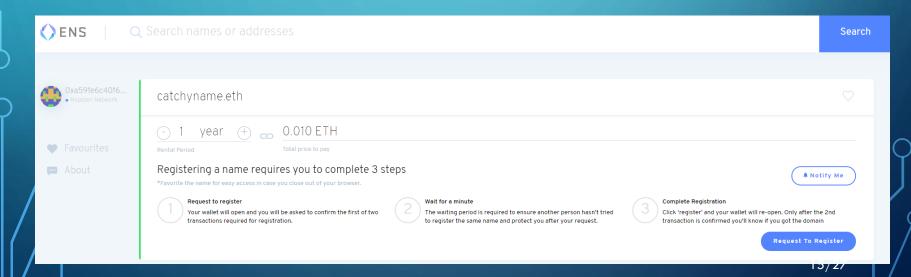
Various interfaces for checking the ENS availability:



Some wallets also permit starting auctions.

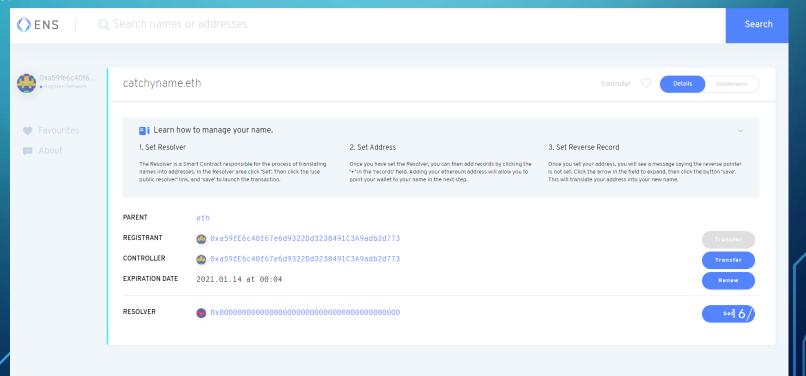
ENS Manager (https://app.ens.domains/)

- Most used interface for domain management
- Permits registering, adding resolvers, transferring domain, adding subdomains, etc.



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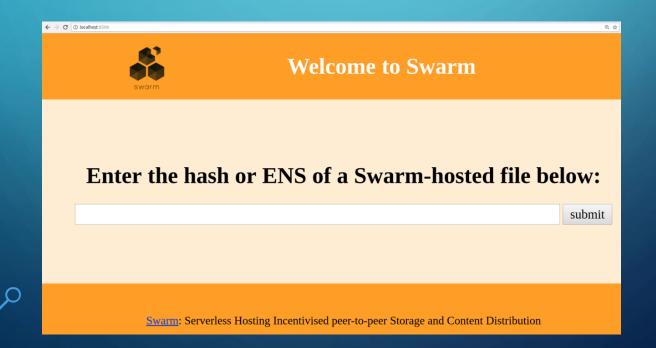
#### ETHEREUM SWARM

- P2P storage system integrated with Ethereum
- Developed as part of the the Go-Ethereum (geth) tools suite
- Files replicated by Swarm nodes are referred via hashes
- Useful mostly for storing resources used by Dapps
- Code can also be stored on Swarm



#### ETHEREUM SWARM

- Comand line tool installed with geth and connects to the storage system via geth
- After syncing a local geth node and starting a local Swarm node, a web interface can be accessed for querying hosted files:



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#### ETHEREUM SWARM

A file can be uploaded using the command line tool:

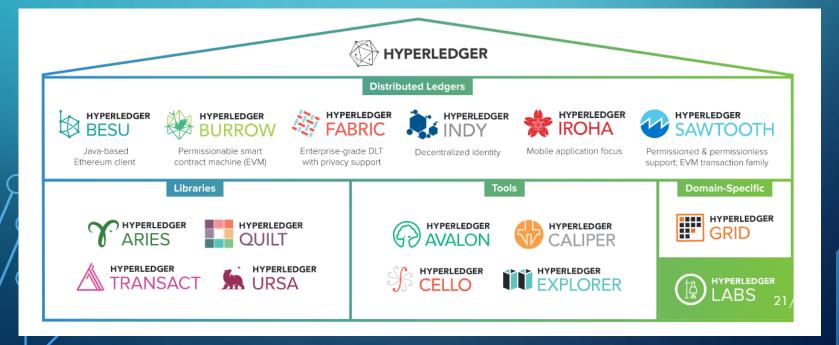
swarm up /home/myfilename.file

- The –recursive option can be used to upload an entire DApp
- The -defaultpath option indicates the file (e.g., index.html) to load the DApp
- A Swarm URL is generated after upload (e.g., bzz://cd234c387ac99854e43a284446cd00ab8334afe6331b591229bcd121a33d1244 - basically the resulting hash)
- The Swarm URL can be mapped for easier use via a resolver in ENS i.e. the resolver to associate the above address to myDapp.eth
- http://swarm-gateways.net/bzz:/<file\_hash>/ is a public gateway to access Swarm hosted files
- Storage relies on chunk splitting, cross node replication, uses a Kademlia type DHT and foresees implementation of erasure coding for redundancy (more info at: <a href="https://swarm-guide.readthedocs.io/en/latest/architect2/2/27.html">https://swarm-guide.readthedocs.io/en/latest/architect2/27.html</a>)

#### ETHEREUM WHISPER

- Communication protocol for Dapps
- Oriented towards small content messaging
- Potential uses:
  - Signaling between DApps for collaborating on some transaction
  - Small chatroom apps
  - Announcements such as new offers provided by a Dapp
- General characteristics:
  - API usable exclusively by DApps (i.e., not other individual users)
  - Lacking any latency guarantees
  - Intended to defeat tracing packets/traffic analysis attempts
  - First version implemented as part of web3.shh API second version in development
  - Follows a topic based subcription model
  - Basic usage: <a href="https://eth.wiki/en/concepts/whisper/overview">https://eth.wiki/en/concepts/whisper/overview</a>

- Enterprise-grade DLT platform
  - Developed by Linux Foundation
    - Part of the Hyperledger ecosystem
    - Main contributor IBM



- Permissioned blockchain model:
  - Knowledge of participants
  - Typically smaller numbers of peers (enterprise use oriented)
  - Membership service offering some trust degree
- Modular architecture:
  - Support for pluggable consensus protocols
  - CFT and BFT implementations available
  - Does not require a native cryptocurrency
- Reference paper: Hyperledger Fabric: A Distributed Operating System for Permissioned Blockchains (E. Androulaki et al. – EuroSys 2018)

- Smart contracts "chaincodes" support for general purpose
   languages (Go, Node.js, Java)
- Typical approach:
  - 1) Validate & order transactions
  - 2) Execute transactions

- Fabric approach:
  - 1) Execute and endorse a transaction (check correctness)
  - 2) Order transactions using a consensus protocol
  - 3) Validate transactions against application specific endorsement policy

#### The execution phase:

- Each chaincode has an endorsement policy associated, i.e., 3 out of 5 endorser peers in a defined set should endorse a transaction
- Client sends transaction proposal to a set of endorser peers
- Endorsers simulate the transaction proposal by executing the operations in the associated chaincode:
  - done in an isolated Docker container
  - modifies chaincode associated state maintained as key-value store
  - result:
    - writeset modified keys and values
    - readset keys required by execution and their version
  - result not persistent on ledger state
  - result returned to client
- Property Requirement: results must be identical (according to policy specs) to proceed further
  - conflicts might arise due to some endorser being behind latest chaincode state

#### OThe ordering phase:

- Client submits a consistent endorsed transaction (the signed obtained result + the endorsers set) to an ordering service formed of multiple orderer peers (via a network peer)
- The ordering service does not execute or validate transactions
- The ordering service adds received transactions to new blocks until:
  - A set block size is reached or...
  - A set timer expires
- Each new formed block is proposed for consensus in the ordering service, and afterwards broadcasted to peers

The validation phase:

- New formed blocks reach all peers being transmitted directly from the ordering service or via gossip from other peers
- Each peer validates each new received block:
  - Checks if each transaction in the block respects the endorsement policy for the chaincode (executed in parallel for the included transactions)
  - A read-write conflict is evaluated by checking sequentially the transactions in the block for the readset keys version, by comparing with the state of the ledger

     if conflicts appear the transactions are marked as invalid
  - Finally the peer updates the ledger with the validated block

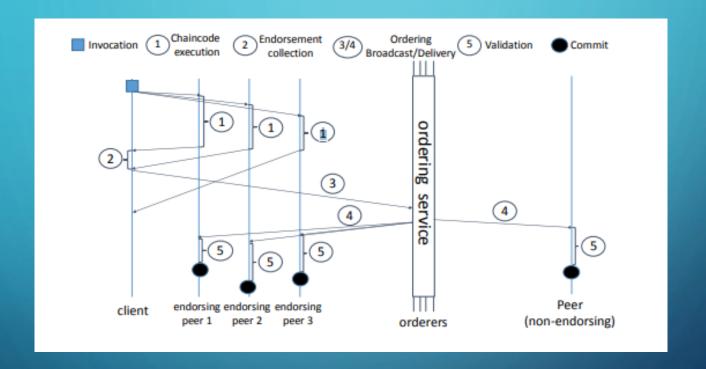


Figure source: Hyperledger Fabric: A Distributed Operating System for Permissioned Blockchains (E. Androulaki et al. – EuroSys 2018)