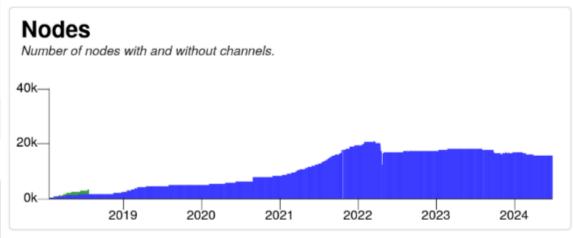
CKB Fiber Network

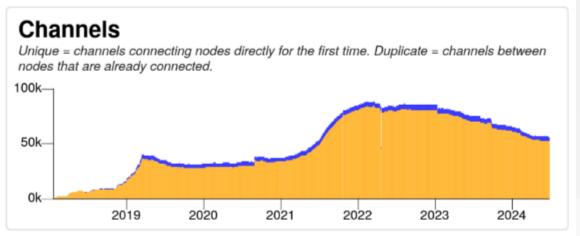
the best thing you may have never heard of about bitcoin lightning network

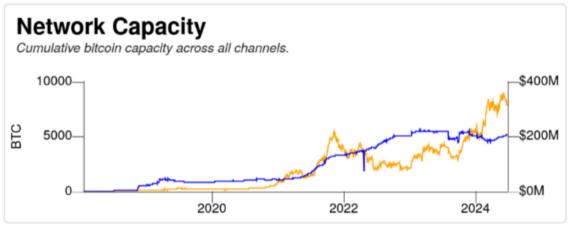
Mass adoption

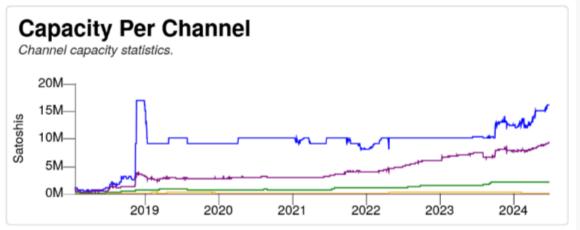
Everyone is anticipating it, but can we live long enough to witness it?

2024, the year of BTC L2? All quiet on the LN front











User experience of lightning network (or crypto currency in general)

Rethinking lightning

Source: Rethinking Lightning https://stacker.news/items/379225











Rethinking Lightning

51.5k sats \ 133 comments \ @benthecarman 7 Jan (bitcoin) ***

Over the last few months it feels the bitcoin community has gotten more and more jaded on lightning. To be honest, for good reason, back in 2017 we were promised a decentralized payment network that would always have cheap payments and everyone would be able to run their own node. Nowadays, the average lightning user actually isn't usi lightning, they are just using a custodial wallet and the few of that do run lightning nodes often find it a burdensome For us at Mutiny Wallet, we are trying to make this better by creating a lightweight self-custodial wallet and in my oping we have been executing on that dream fairly well. In this post, I'll analyze these issues and present a new way to view lightning and what that means for bitcoin going forward.

First and foremost one of the hardest UX challenges of lightning is channel liquidity. No other payment system has the problems today besides lightning so this often confuses lots of users. To make matters worse, there aren't any practic hacks that we can do to get around this. Muun Wallet used an on-chain wallet + submarine swaps to get around the channel liquidity problem, this worked very well until fees went up and everyone realized it wasn't actually a lightning wallet. The better solution is JIT liquidity like we do in Mutiny or splicing like that is done in Phoenix. These solutions

and a constant the constant and the cons

- Nowadays, the average lightning user actually isn't using lightning, they are just using a custodial wallet and the few of that do run lightning nodes often find it a burdensome task.
- First and foremost one of the hardest UX challenges of lightning is channel liquidity.
- The other major pain point of lightning is the offline receive problem.
- Combining existing large scale lightning infrastructure with selfcustodial solutions sadly, isn't totally possible.
- So how do we scale ownership? Simply put, the answer today is custody, whether that is pure custodial like a Wallet of Satoshi or in the grow area like fedimints and liquid, the only way to do it today.



" Are we doomed then? Is there no way to scale bitcoin in a self-sovereign way? Luckily, the answer is no, but we need some soft-forks. Covenants are the way to scale bitcoin ownership.

What covenants can do?

CLTV is not included here. Source: https://utxos.org/alternatives/

use case	apo	ctv	txhash	tluv	intro	vault	catt	matt
Lightning Symmetry	yes	csfs*	csfs*	?	yes	no	yes	yes
Vaults	yes*	yes*	tap*	yes	tap*	yes	yes	yes
Payment Pools	yes	yes	tap*	yes	tap*	~ctv	yes	yes
Ark	no	yes	yes	no	yes	~ctv	yes	yes
Fraud Proofs	no	no	no	no	no	no	yes	yes
Statechains	yes	csfs*	csfs*	?	yes	no	yes	yes
Spacechains	yes	yes	yes	?	?	~ctv	?	?
Congestion Control	no	yes	yes	no	yes	~ctv	yes	yes

Two major problems in lightning network

- Use case 1 Lightning Symmetry: async receiving
- Use case 2 Payment Pools: inbound liquidity

Think every merchants needs to run their own node 7*24 hours and always check their inbound liquidity to receive money normally.



When can we use covenants on BTC?

Join BTC by CKB



Wait, does CKB have covenants already?

They have always been there. Just too trivial to give a dedicated term.



And can CKB do that?

Alternative Designs

use case	аро	ctv	txhash	tluv	intro	vault	catt	matt	tplk	СКВ
Lightning Symmetry	yes	csfs*	csfs*	?	yes	no	yes	yes	yes	yes
Vaults	yes*	yes*	tap*	yes	tap*	yes	yes	yes	tap*	yes
Payment Pools	yes	yes	tap*	yes	tap*	~ctv	yes	yes	tap*	yes
Ark	no	yes	yes	no	yes	~ctv	yes	yes	yes	yes
Fraud Proofs	no	no	no	no	no	no	yes	yes	no	yes
Statechains	yes	csfs*	csfs*	?	yes	no	yes	yes	yes	yes
Spacechains	yes	yes	yes	?	?	~ctv	?	?	yes	yes
Congestion Control	no	yes	yes	no	yes	~ctv	yes	yes	yes	yes
ETA	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	2019

- yes*: CTV/APO enable better vaults than are currently possible, but not nearly as good as OP_VAULT ones.
- tap*: yes if combined with something that allows turning a script into a Taproot, plus often also OP_CAT
- csfs*: yes if combined with OP_CHECKSIGFROMSTACK
- ~ctv: yes but only because the OP_VAULT proposal also includes OP_CTV

Request for fact-checking

- You are welcome fact-check my hasty conclusion above (it's backed by only over-confidence).
- I will not fix any inaccuracy in my slides, as CKB is easily fixable.

Introducing CKB Fiber Network (CFN)

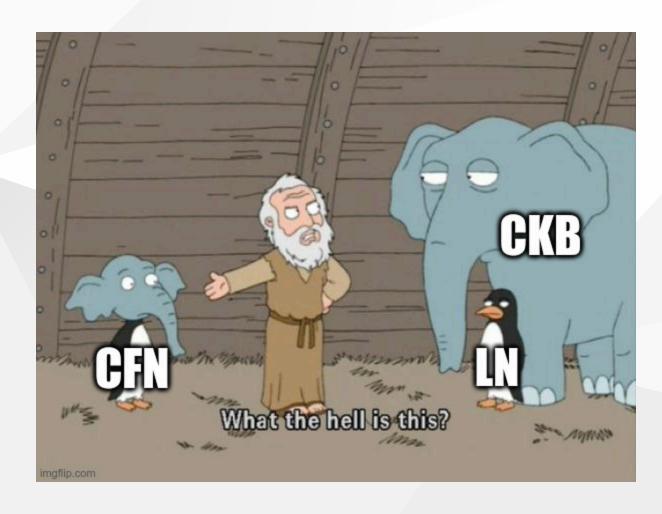
```
BTC L1
/ \
/ \
LN CKB L2
\ /
\ /
CFN L2+L2=L3 or L4?
```

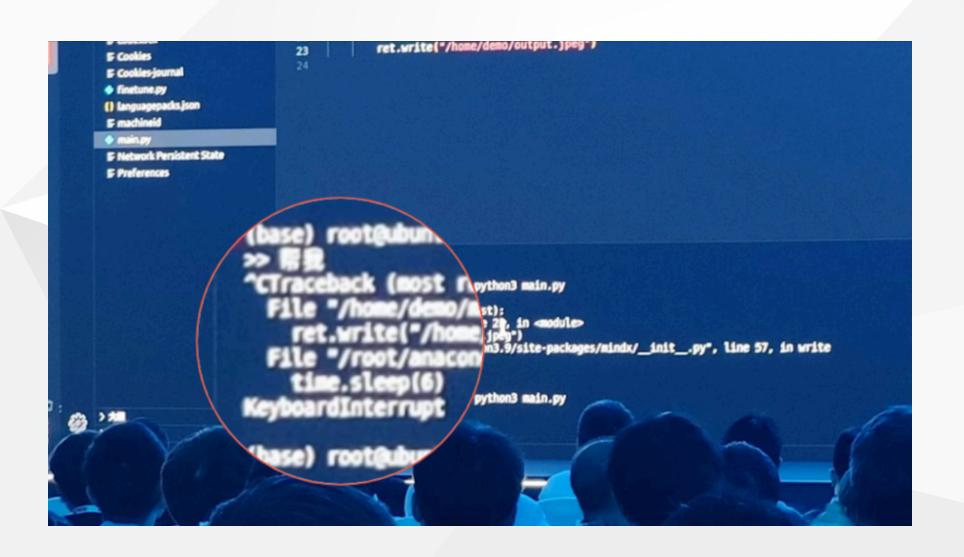
$$2+2=\infty$$

- Lightning network: Instant, Infinitely Scalable P2P Payment System
- CKB: Unmatched Flexibility and Interoperability

Call this L_{∞} instead of L_3 or L_4 .

At this point, you may be completely bewildered.





Talk is cheap

Show me the cool demos

time.sleep(6)

High level overview of CFN

Before we going down into the details. Here is a high level overview of CFN

TODO: may be with some diagrams.

Demo time and some bad news

We only have time to show some staged animations.

TODO: show some testnet transaction screenshots on the explorer websites.

CFN as of today

- Native multi-assets payment channel network
- Native bitcoin lightning network interoperability with atomic 2way transfers
- Same secure assumption with bitcoin

TODO: refine the list here.

CFN as of tomorrow

We will be focusing on the infrastructure side that application developers can leverage to change the world.

- Leverage existing BTC lightning network infrastructure for payment routing
- Rethink lightning network with CKB's extensibility and programmbility

TODO: add things on the roadmap here



Join the force

Come and build
For Life is too short
To wait for BIPs to
land