Project Tesseract

Cryptuon Research

Founder: Dipankar Sarkar

Towards Universal Atomic Composability: A Formal Model for Multi-Rollup Environments on Ethereum



Dipankar Sarkar

Web3 History: Co-Founder, Boom Protocol, India/UK (2021-22)

- We built multi-chain API, MPC wallet, and high-scale cloud infrastructure. Ran Sales & Product.
- \$2.5M in pre-product commitments and secured business from major companies. (Till FTX fiasco & RBI issues)

Education:

- M.S. in Computer Science (Cybersecurity), Arizona State University (2021)
- B.Tech in Computer Science, Indian Institute of Technology, Delhi (2007)

Decentralisation, Blockchain, Federated Machine Learning, Edge ML, Cryptography, 10 & 4 year old, Sci-Fi, Gaming, Single Malts, Long walks

Problem Statement: Composability Challenges

1. Rollups in Ethereum: Enhancing Throughput

- **Definition**: Scaling solutions that process transactions off-chain, summarizing them to the main Ethereum chain.
- Benefit: Increases network throughput without overloading the Ethereum network.

2. Composability: The 'Money Legos' of Blockchain

- Concept: Ability of decentralized applications (dApps) and smart contracts to integrate and utilize each other's features.
- Analogy: Each protocol/dApp is like a Lego piece, capable of forming various combinations.

3. Composability Challenges Between Rollups

- Atomic Transactions: Synchronization of transactions across rollups is complex due to varying consensus algorithms and latencies.
- Data Availability: Accessing and interfacing with data or contracts on different rollups can be challenging and costly.
- *Differing Standards*: Varied rules and standards across rollups create barriers to seamless interactions.

Solution and Unique Value Proposition

Addressing Composability Challenges: A Formal Model

- **Objective**: To uphold transactional integrity and reliability across multiple Ethereum rollups.
- **Approach**: Combines classic distributed system theories with innovative cryptographic practices.

Tailored for Ethereum's Ecosystem

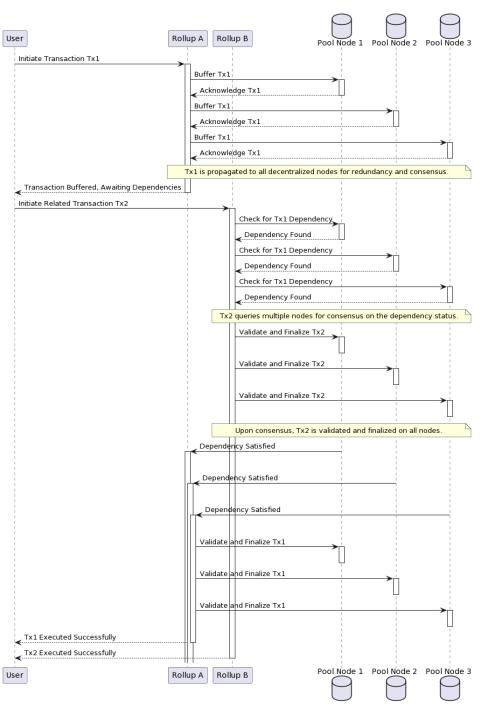
- Recognizes the limitations of adapting traditional theories directly to blockchain.
- Develops a model specifically for decentralized ledgers within Ethereum.

Key Components of the Model

- Fundamental Definitions: Establishes basic terminologies such as R (Set of rollups), T (Set of transactions), Pd (Decentralized common pool).
- Operational Dynamics: Examines transactional workflows, dependency resolutions, and concurrency nuances.
- Cryptographic Methodologies: Extensible with zero-knowledge proofs for efficient, confidential transaction validations.

Impact and Aspiration

- Aims to provide a comprehensive, clear, and rigorous understanding of establishing atomic composability in multi-rollup environments.
- Innovative Contributions: Pioneers in formalizing a structured approach to tackle cross-rollup composability challenges.



Technical Innovation

Transaction Handling

- Key Definitions: Set of rollups, transactions, etc.
- Operations: Publish, Buffer, Resolve, Verify

Decentralized Common Pool (DCP)

- Consensus Mechanism: We employ a consensus mechanism for node agreement.
- Concurrency Handling: Implements timestamping and buffering strategies to manage transaction dependencies and delays.

Rollup Interaction and Monitoring

- Staking Mechanism: Incentivizes rollup adherence to the system's rules through a staking and slashing mechanism.
- Monitoring and Misbehavior Proof: Allows third-party nodes to monitor and report rollup misbehavior, ensuring compliance.

Zero-Knowledge Proofs (zk-proofs)

- Privacy & Validation: zk-proofs enable transaction validation while maintaining privacy across rollups.
- **Efficiency**: zk-SNARKs and zk-STARKs used for their compactness and swift validation capabilities, crucial in multi-rollup systems.
- **Dependency Verification**: Facilitates the verification of dependencies between transactions from different rollups without revealing transaction details.

TL;DR: The Essence of Tesseract

Focusing on the Core

- **Beyond the Paper**: Delving into the key concepts and practical implications rather than getting lost in the minutiae.
- **Understanding 'Why' and 'How'**: Unpacking the reasoning and methodology behind our innovative model.

Why Project Tesseract Matters

- Addressing a Key Challenge: Solving a critical issue in Ethereum's scalability and interoperability.
- Real-World Impact: Demonstrating how our solution translates to tangible benefits in the blockchain ecosystem.

Business Model and Market Fit

Market Opportunity

- **Growing Market**: The market for rollups tokens is currently valued at over \$3.82 billion.
- **Demand for Scalability Solutions**: With Ethereum's scalability challenges, there's a high demand for efficient rollup solutions.

Revenue Streams

- **Partnerships**: Collaborations with established blockchain networks and startups to integrate the model.
- **DCP tokenomics**: Potential for the DCP to become a public utility with long term tokenomics.

Competitive Advantage

- **Unique Solution**: Addresses the specific challenge of atomic composability across multiple Ethereum rollups.
- **Technical Expertise**: Led by a founder with deep knowledge in blockchain technology and cryptography.

Long-Term Vision

- Market Leadership: Aiming to become a key player in the Ethereum rollups space.
- **Expansion**: Potential to adapt the model for other blockchain platforms beyond Ethereum.

Proof of Concept (WIP)

Prototype Overview

- **Developed in Vyper**: Utilizes Vyper language for enhanced security and simplicity in smart contract development.
- Focus on Atomic Composability: Demonstrates the practical implementation of the formal model in handling cross-rollup transactions.

Key Features

- Smart Contract Execution: Showcases smart contracts operating across multiple Ethereum rollups.
- **Vyper's Advantages**: Leverages Vyper's readability and security features to build robust and maintainable code.

Closing Remarks & Next Steps

Key Takeaways

- Innovative Solution: Addressing atomic composability challenges in Ethereum rollups with a formal model.
- **Cryptographic System**: Advanced cryptographic methods and a decentralized system for efficient, secure transaction handling.
- **Significant Market Opportunity**: Poised to capture a growing market in blockchain scalability.

Your Involvement

- Guidance: We welcome your thoughts and feedback on this approach.
- Collaboration: This needs a village to be built and distributed.