

# Chain2Sustain

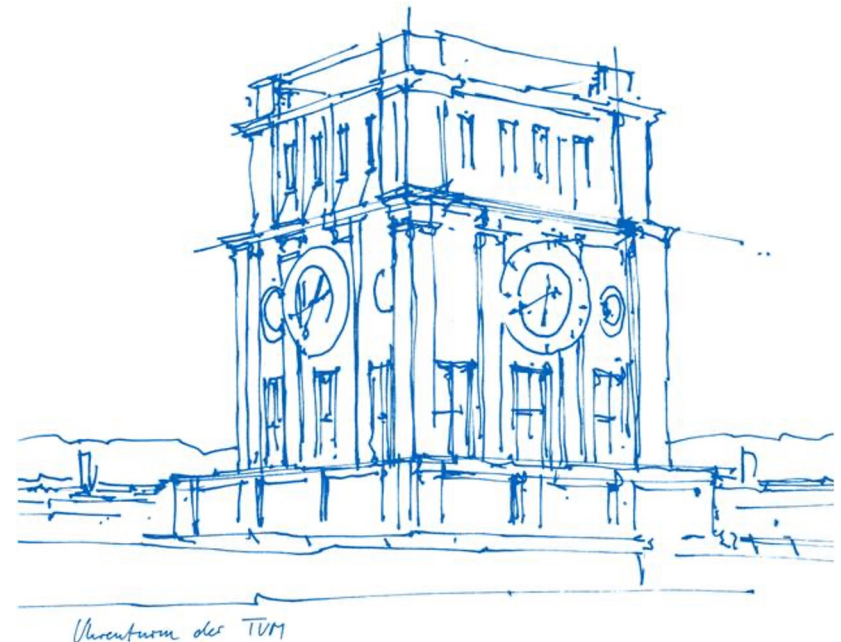
## Sustainable Supply Chains based on Blockchain

Technische Universität München

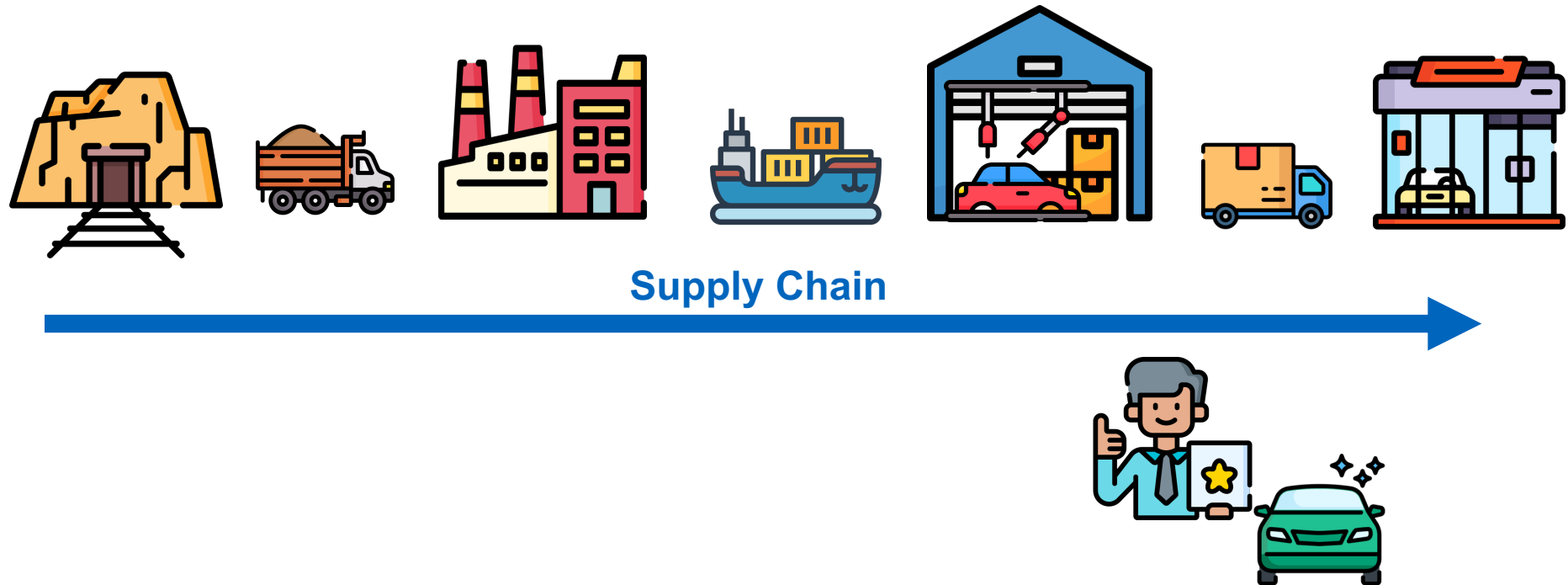
Department of Informatics

Blockchain technology for public sector innovation

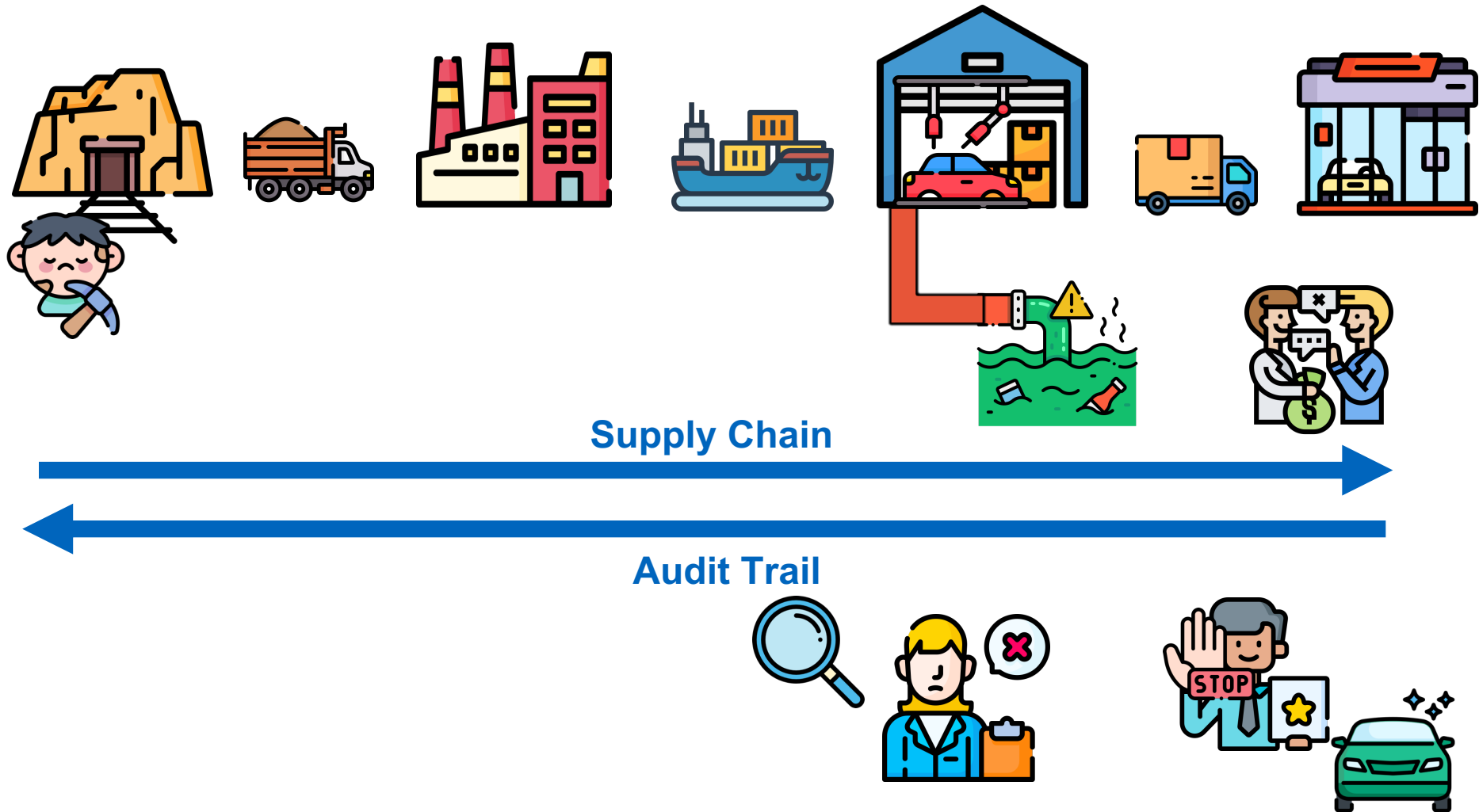
16th of May, 2023



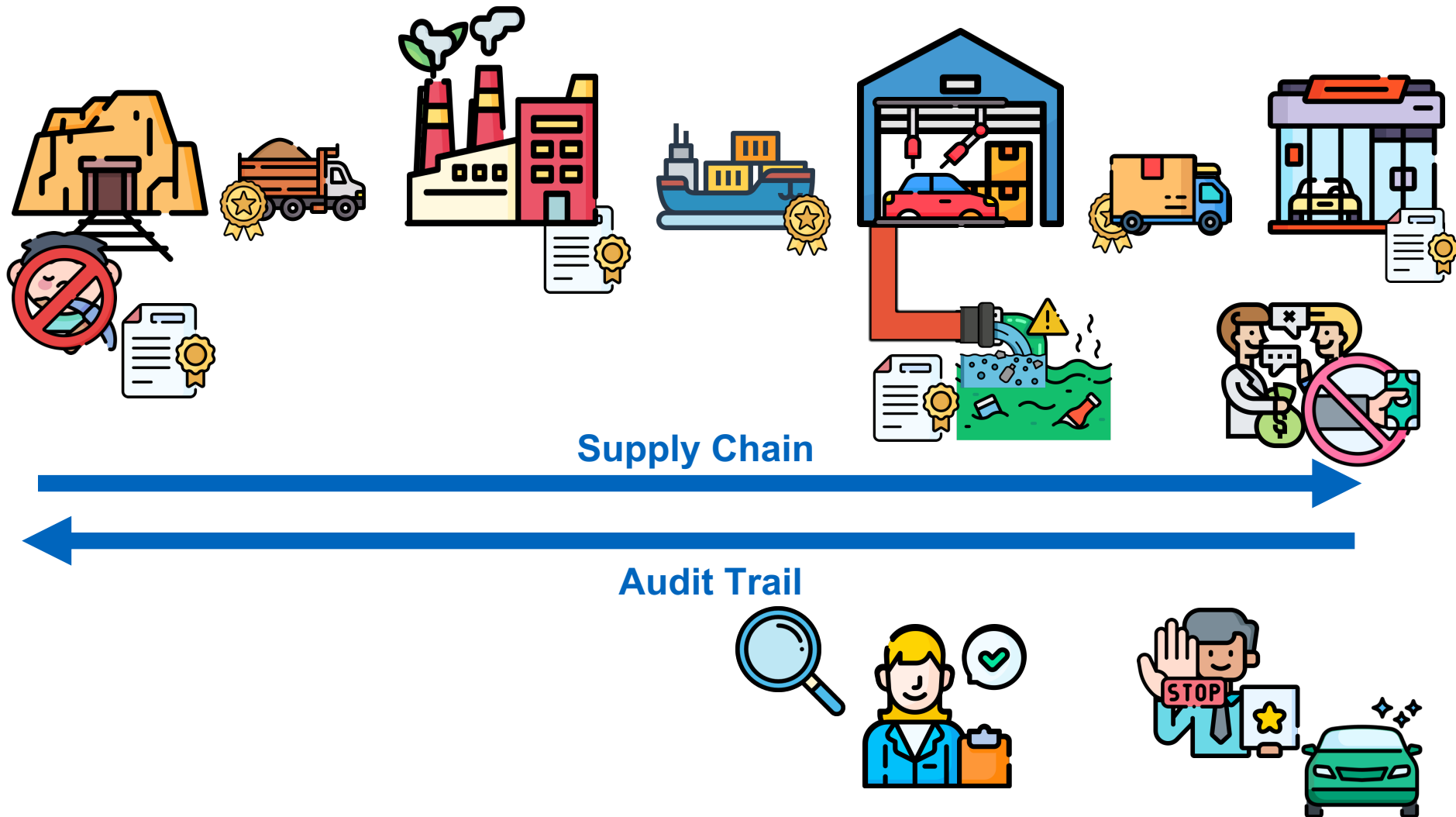
# Sustainable Supply Chains



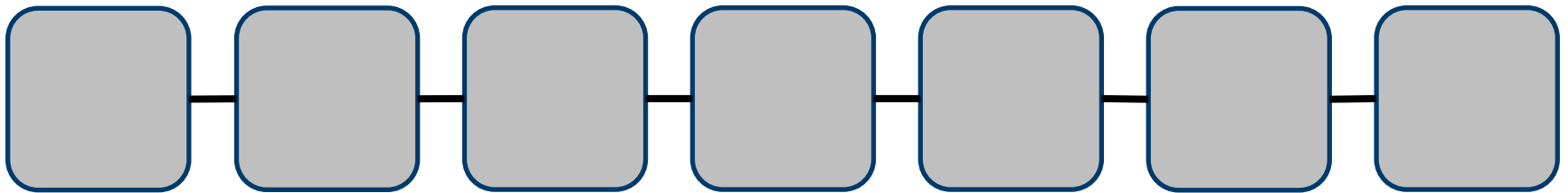
# Sustainable Supply Chains



# Sustainable Supply Chains



# How blockchains can help



# Requirements – Stakeholder



Supply Chain



Original Equipment  
Manufacturer (OEM)

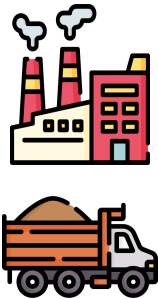


Auditor



Consumer

# Requirements – Stakeholder



## Supply Chain

- G1: retain business/trade secrets
- G2: prove themselves as trustable partners
- G3: system must be simple to integrate and reliable

## OEM

- G1: Proof ethical and sustainable sourcing
- G2: provide audit trails
- G3: Possibility to add new suppliers



## Auditor

- G1: Need to be able to track every part of the chain
- G2: Well-organized data
- G3: remain uninfluenced by outside sway

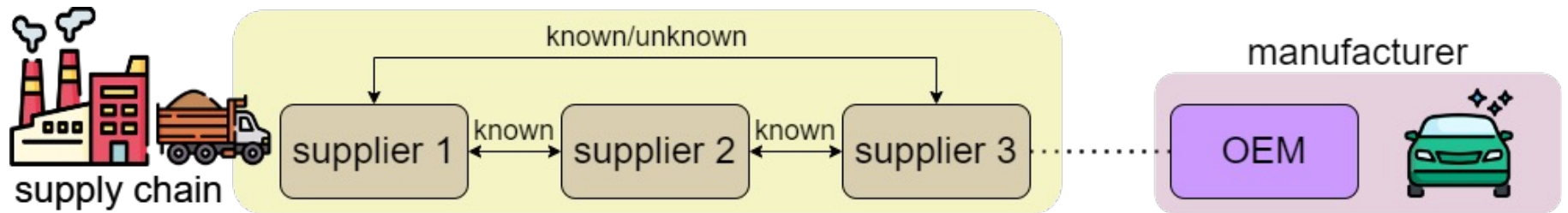


## Consumer

- G1: Purchase goods with a clean conscience  
-> fair and sustainable manufacturing
- G2: well organized and comprehensive overview

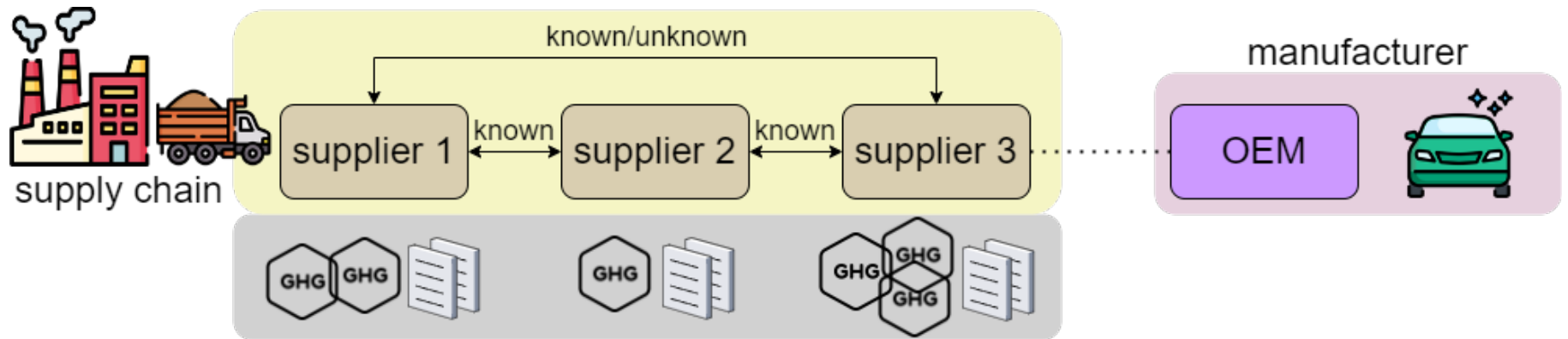


# Proposal

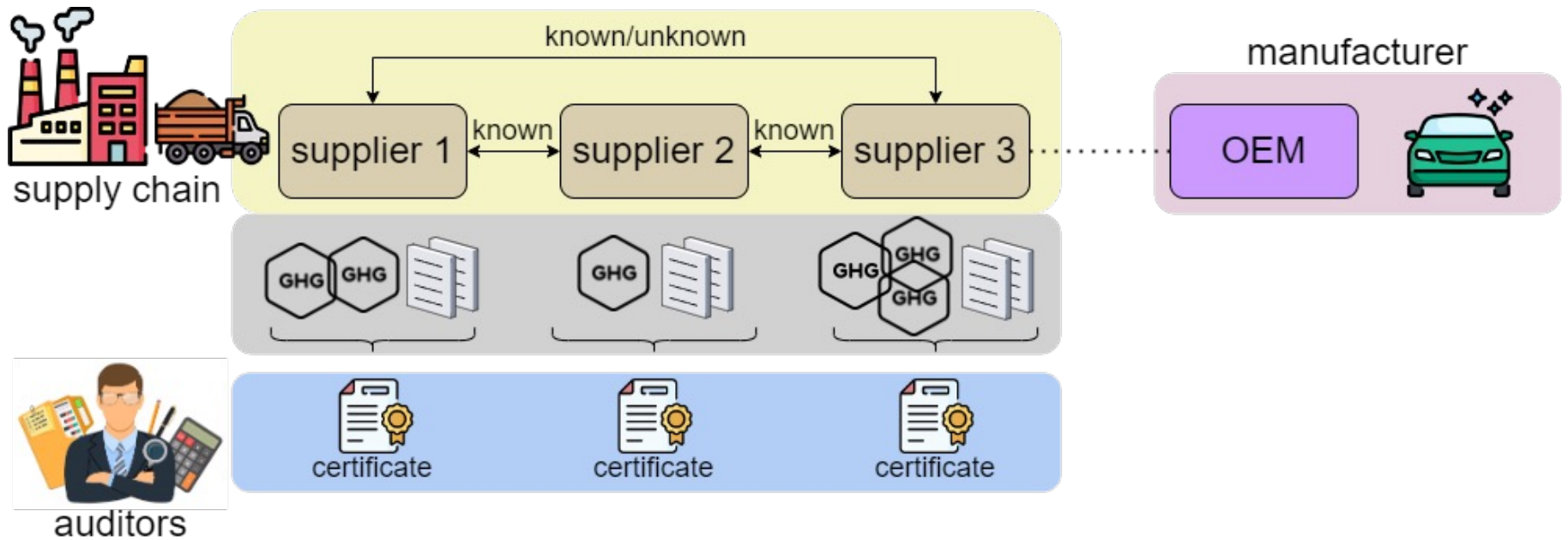




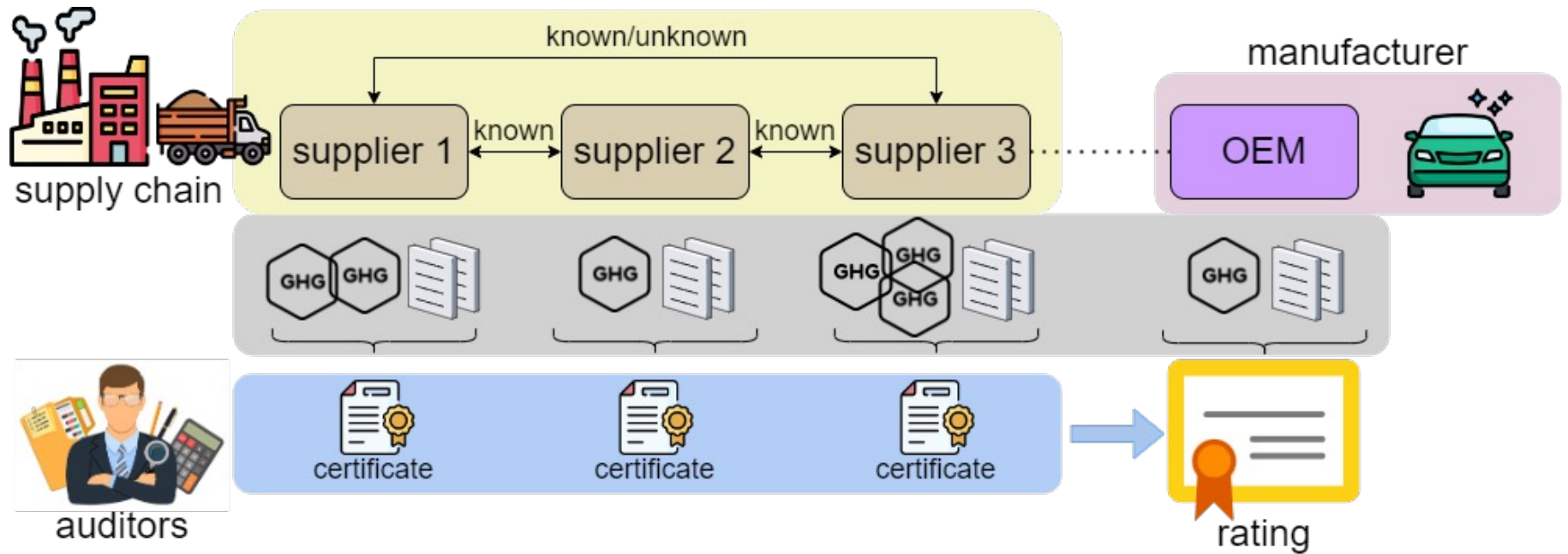
# Proposal



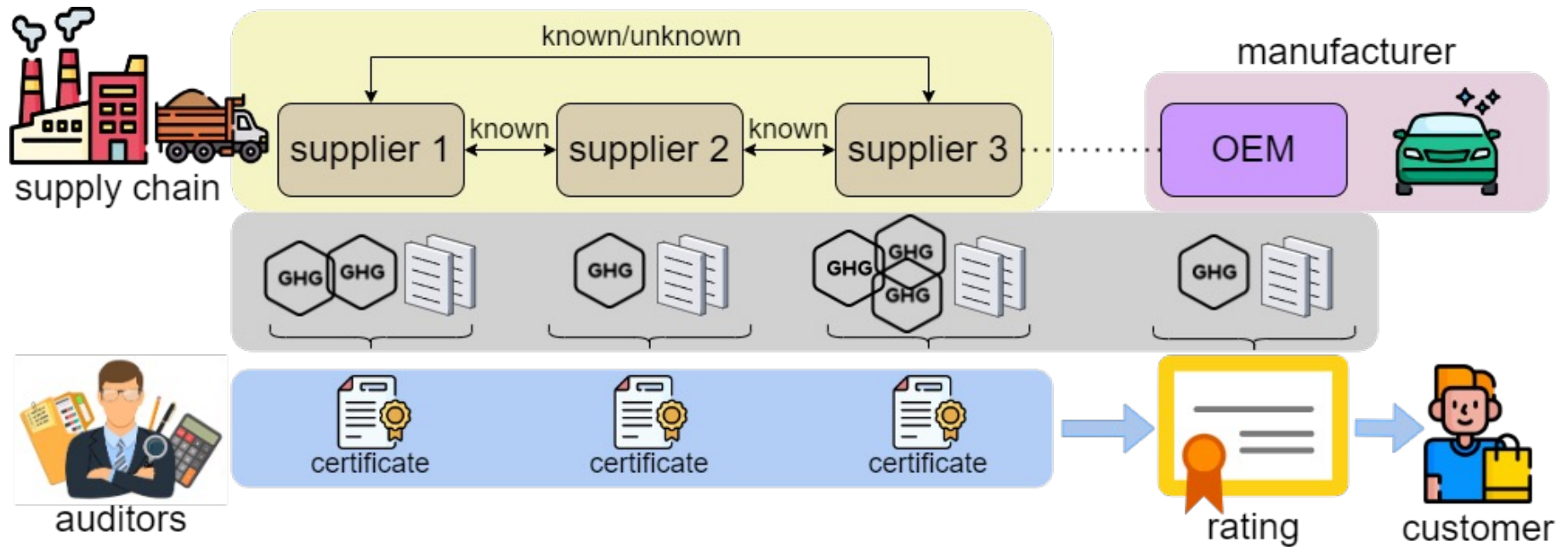
# Proposal



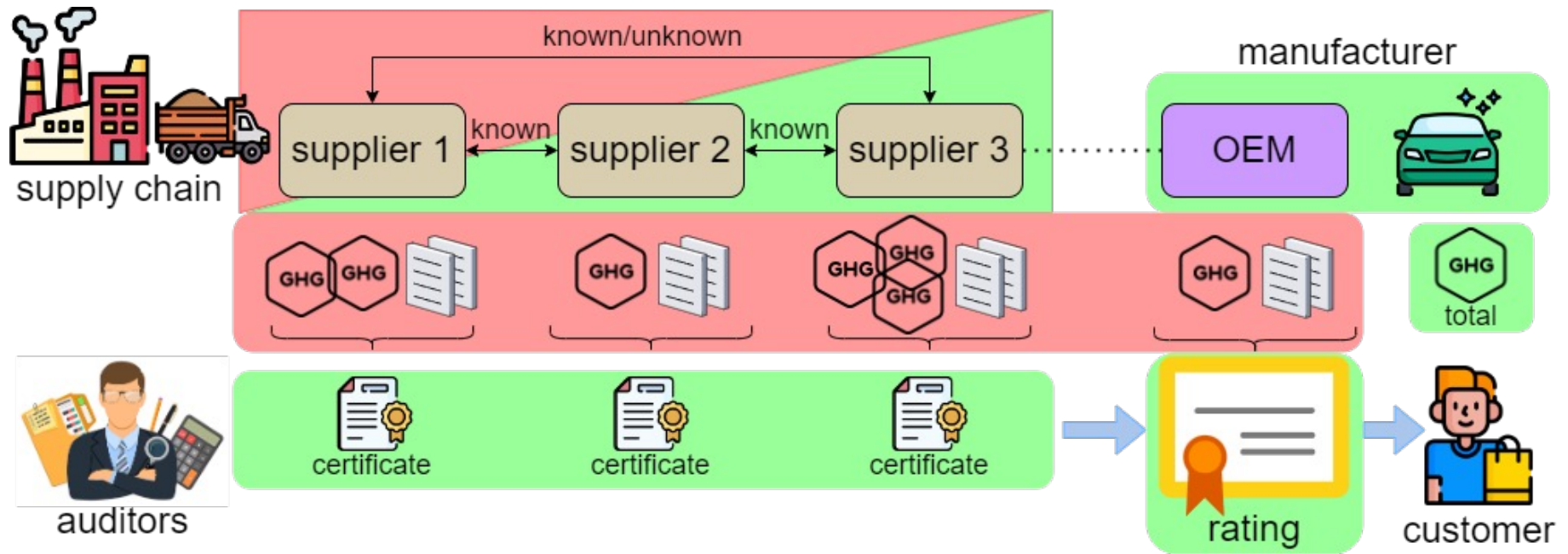
# Proposal



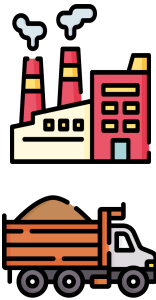
# Proposal



# Proposal



# Proposal – Stakeholder



## Supply Chain

G1: retain business/trade secrets  
G2: prove themselves as trustable partners  
G3: system must be simple to integrate and reliable

A1: Create assets and verify them  
A2: Provide information for audits and others

## OEM

G1: Proof ethical and sustainable sourcing  
G2: provide audit trails  
G3: Possibility to add new suppliers

A1: Create assets and verify them  
A2: Provide information for audits and others



## Auditor

G1: Need to be able to track every part of the chain  
G2: Well-organized data  
G3: remain uninfluenced by outside sway

A1: Audit companies and issue certificates  
A2: Issue final rating



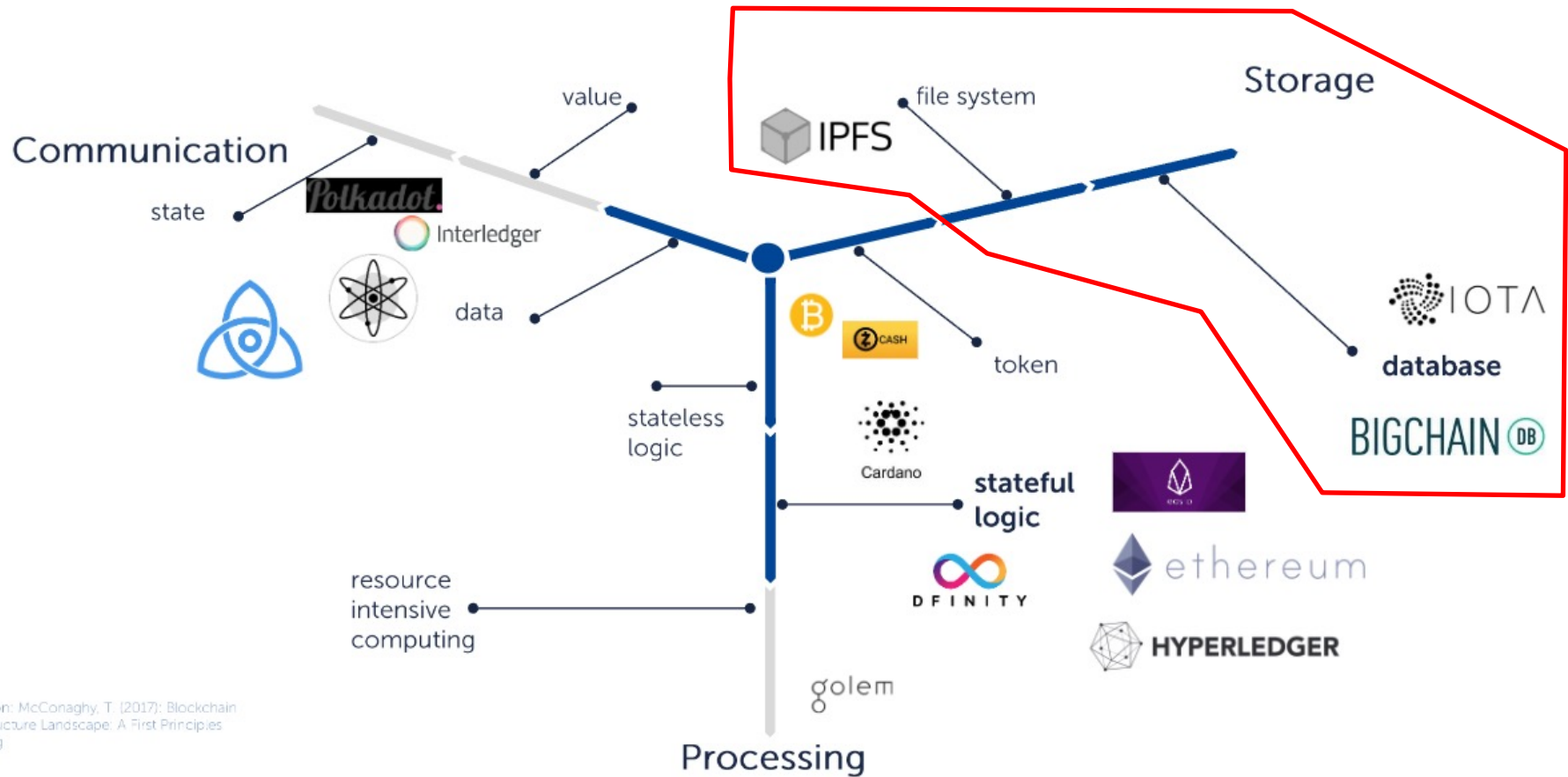
## Consumer

G1: Purchase goods with a clean conscience  
G2: well organized and comprehensive overview  
-> fair and sustainable manufacturing

A1: review ratings and other figures



# Proposal - Technology



based on: McConaghy, T. (2017): Blockchain Infrastructure Landscape: A First Principles Framing

- Private/Permissioned or Consortium Blockchain

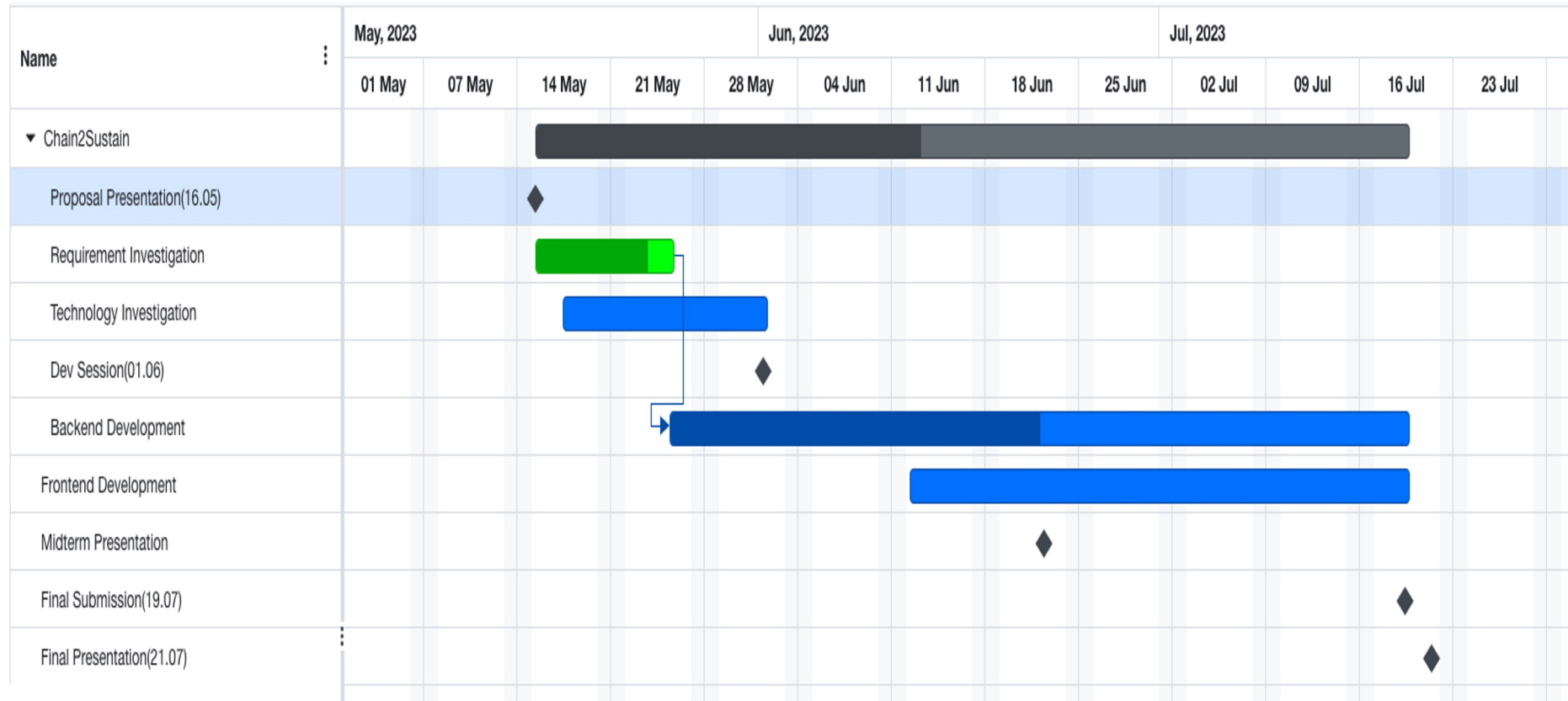
# Challenges

- Finding out how to attach certificates to goods to prove whether product is environmentally friendly and produced in ethical way(no child labour, employee satisfaction).
- Finding out which aspects should be considered by authorities while giving certificate.
- How to keep track of assets that are traded between parties(charge port).
- How to ensure data privacy. Sensitive trading data between suppliers and car manufacturers.
- What kind of transactions will be done between parties.



# Challenges

- What kind of information at the end will customer see.
- How to ensure scalability.
- Determine who will validate the transactions between parties.(Proof of Authority?)
- How to create user friendly UI for car manufacturer, customer and supplier that interacts with blockchain.



# Proposal - Technology

Public/Permissionless blockchain	Private/Permissioned blockchain	Consortium blockchain
<ul style="list-style-type: none"> <li>• Anyone <ul style="list-style-type: none"> <li>• join the network</li> <li>• read &amp; write access</li> </ul> </li> <li>• Consensus <ul style="list-style-type: none"> <li>• solve a complex cryptographic problem (e.g. PoW)</li> </ul> </li> <li>• Transparency - little to no privacy in transactions</li> <li>• Examples <ul style="list-style-type: none"> <li>• Bitcoin, Ethereum</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• join by invitation</li> <li>• one or more participants control the network <ul style="list-style-type: none"> <li>• based on a set of rules by the network admin</li> </ul> </li> <li>• Requires identities of users</li> <li>• Example <ul style="list-style-type: none"> <li>• Multichain</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• semi-decentralized</li> <li>• a group of approved participants control the network</li> <li>• join by invitation</li> <li>• Consensus <ul style="list-style-type: none"> <li>• networks operators validate transactions</li> </ul> </li> <li>• Examples <ul style="list-style-type: none"> <li>• Hyperledger Fabric, Corda</li> </ul> </li> </ul>