Concept of Mining

Mining of ethereum transactions:

- 1. A user sends a transaction request which is sent to the entire ethereum network.
- 2. Each node in the network adds these transactions into a memory pool.
- 3. Memory pool consists of those valid transactions which are not yet assigned to a block.
- 4. A mining node then combines several of these transactions into a block such that
 - -> Transaction fee is maximum
 - -> Total gas in the block does not exceed the gas limit.
- 5. Miner then validates each of those transactions and executes the code of the request.
- 6. A "proof of work" certificate is produced by the miner once all the transactions in a block are verified and executed.
- 7. Miner then broadcasts the block to all the nodes in the network.
- 8. Each node verifies the checksum of their new EVM state and compares it with the state of the block claimed by the miner.
- 9. Once verified, all nodes add this block to the tail of the blockchain.

Note: All the nodes remove the transactions of the added block from their memory pool

References:

- https://ethereum.org/en/developers/docs/consensus-mechanisms/pow/mining/
- https://blog.goodaudience.com/how-a-miner-adds-transactions-to-the-blockchain-in-seven-steps-856053271476