

BitML^x

Cross-chain Smart Contracts for Bitcoin-style Cryptocurrencies

Federico Badaloni* Chrysoula Oikonomou**

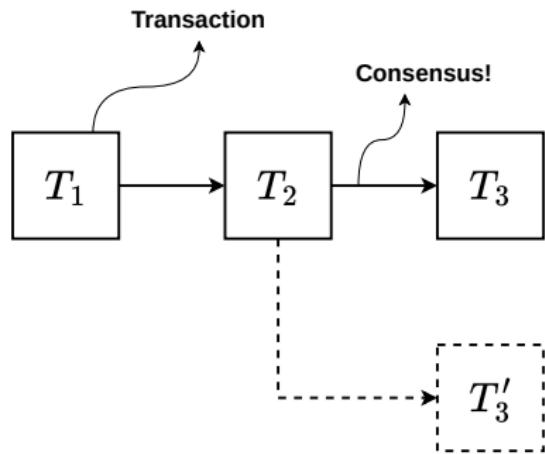
Sebastian Holler* Clara Schneidewind* Pedro Moreno-Sanchez**

*Max Planck Institute for Security and Privacy

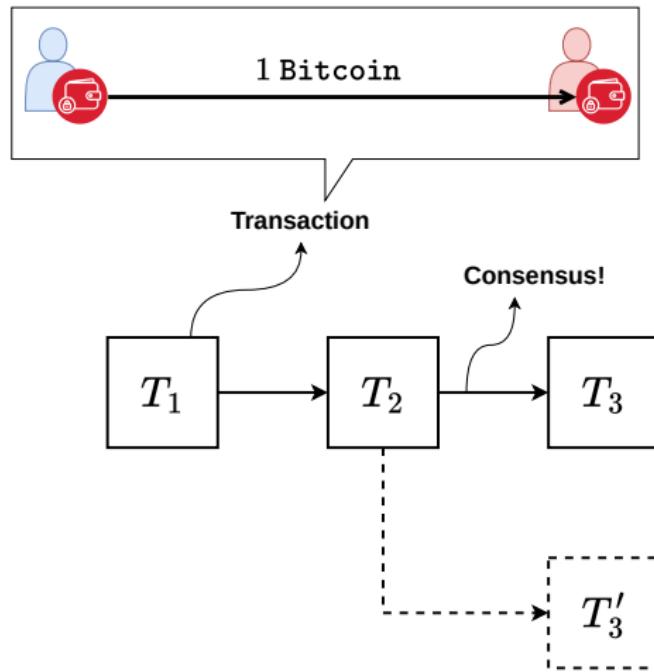
**IMDEA Software Institute

CSF 2025
June 19, 2025

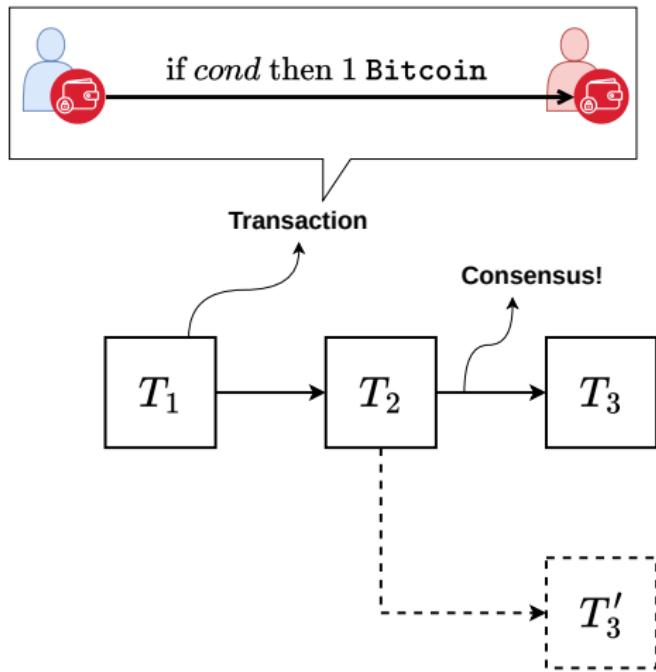
Blockchains



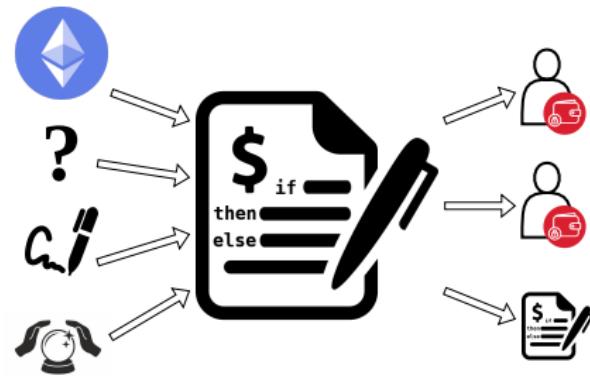
Blockchains



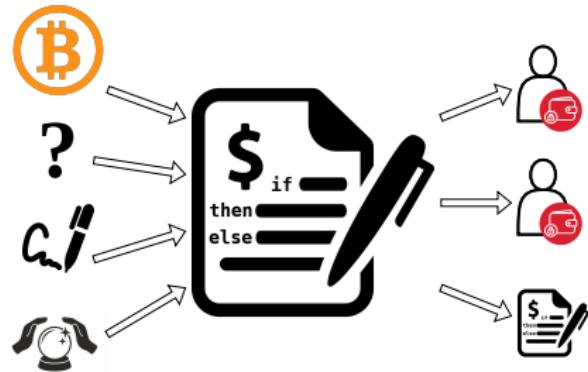
Blockchains



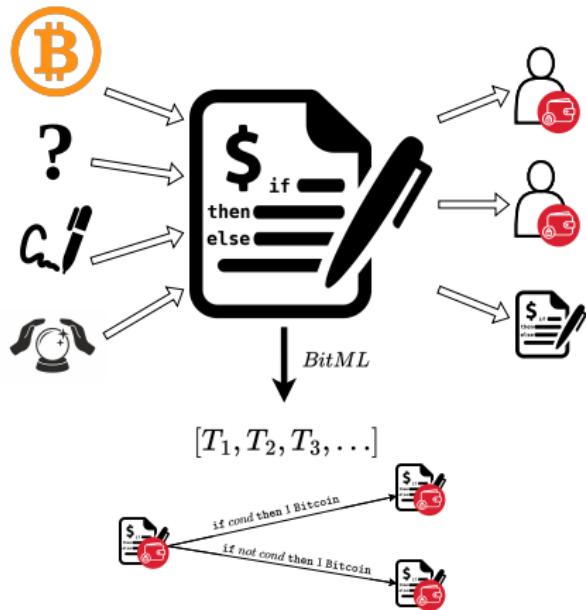
Smart Contracts



BitML: From Transactions To Smart Contracts

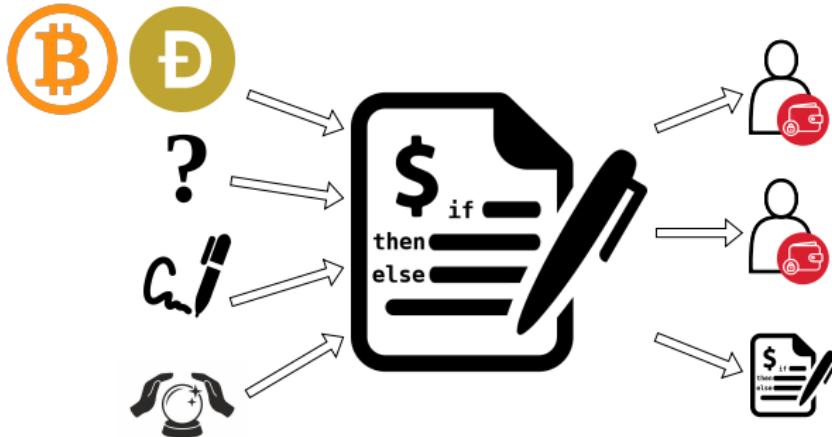


BitML: From Transactions To Smart Contracts

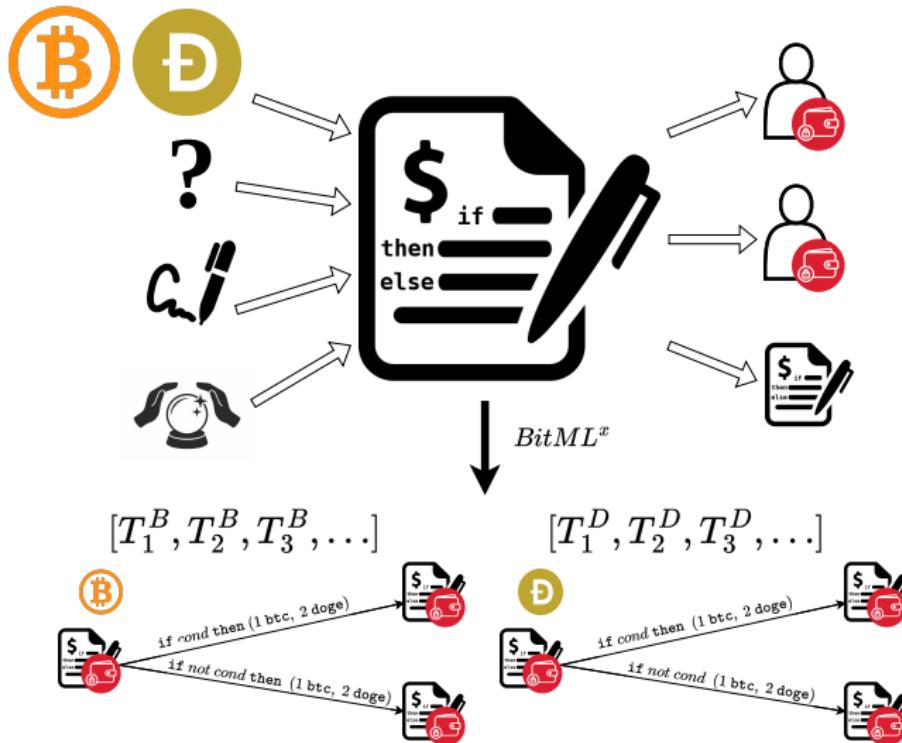


- Bartoletti & Zunino. (2018). BitML: A Calculus for Bitcoin Smart Contracts.

BitML^x: Cross-chain Smart Contracts



BitML^x: Cross-chain Smart Contracts



Cross-chain & Consensus

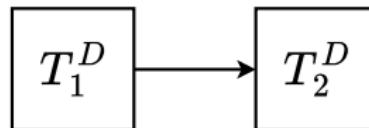
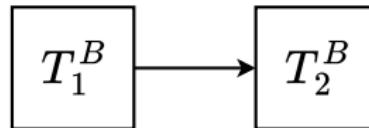


$$T_1^B$$

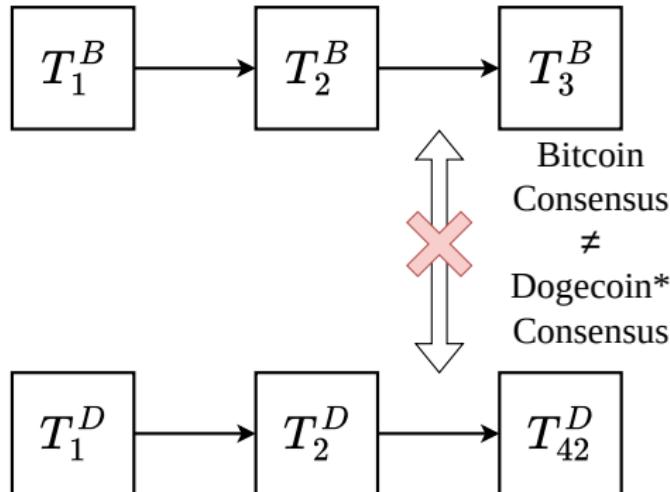


$$T_1^D$$

Cross-chain & Consensus



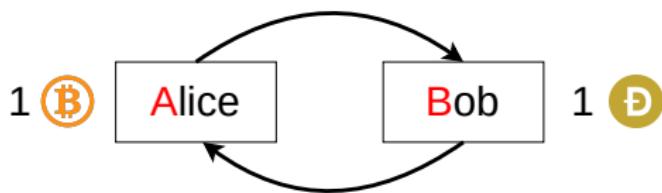
Cross-chain & Consensus



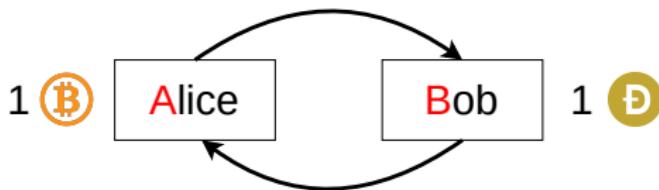
(*): Elon Musk ruined my slides 😞

BitML and Synchroincity

Example: Alice Wants To Swap Coins

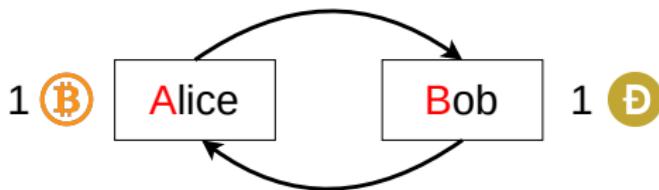


Example: Alice Wants To Swap Coins



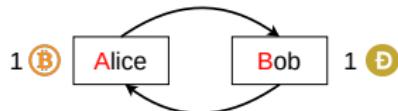
{ $A : !1\text{BTC}$ | $B : \text{secret } s$ } $\overbrace{\text{Swap}^{\text{BTC}}}$
preconditions
user deposits secret commitments
contract

Example: Alice Wants To Swap Coins



{ $\underbrace{A : !1\text{BTC}}_{\text{user deposits}} \mid \underbrace{B : \text{secret } s}_{\text{secret commitments}}$ } $\overbrace{\text{Swap}^{\text{BTC}}}$ contract { $B : !1\text{DASH}$ | $B : \text{secret } s$ } $\text{Swap}^{\text{DASH}}$

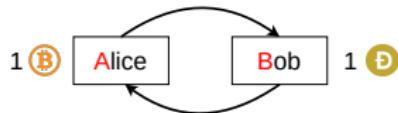
Example: Alice Wants To Swap Coins



$\{A :! 1\ddot{\text{B}} \mid B : \text{secret } s\} Swap^{\ddot{\text{B}}}$

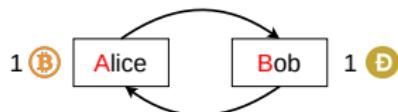
$\{B :! 1\ddot{\text{D}} \mid B : \text{secret } s\} Swap^{\ddot{\text{D}}}$

Example: Alice Wants To Swap Coins


$$\{A : !1\ddot{\text{B}} \mid B : \text{secret } s\} \text{Swap}^{\ddot{\text{B}}}$$
$$\{B : !1\ddot{\text{D}} \mid B : \text{secret } s\} \text{Swap}^{\ddot{\text{D}}}$$

$$\text{Swap}^{\ddot{\text{B}}} = \text{Exchange}^{\ddot{\text{B}}} + \text{Refund}^{\ddot{\text{B}}}$$

Example: Alice Wants To Swap Coins



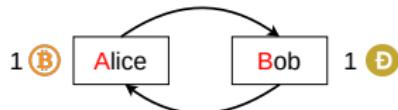
$\{A : !1\ddot{\text{B}} \mid B : \text{secret } s\} Swap^{\ddot{\text{B}}}$

$\{B : !1\ddot{\text{D}} \mid B : \text{secret } s\} Swap^{\ddot{\text{D}}}$

$$Swap^{\ddot{\text{B}}} = Exchange^{\ddot{\text{B}}} + Refund^{\ddot{\text{B}}}$$

$$Exchange^{\ddot{\text{B}}} = \text{reveal } s . \text{withdraw } B$$

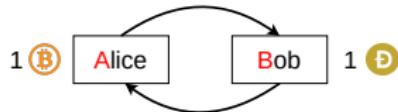
Example: Alice Wants To Swap Coins


$$\{A : !1\ddot{\text{B}} \mid B : \text{secret } s\} Swap^{\ddot{\text{B}}}$$
$$\{B : !1\ddot{\text{D}} \mid B : \text{secret } s\} Swap^{\ddot{\text{D}}}$$

$$Swap^{\ddot{\text{B}}} = Exchange^{\ddot{\text{B}}} + Refund^{\ddot{\text{B}}}$$

$$Exchange^{\ddot{\text{B}}} = \text{reveal } s . \text{withdraw } B$$
$$Refund^{\ddot{\text{B}}} = \text{after } t_0 : \text{withdraw } A$$

Example: Alice Wants To Swap Coins



$\{A : !1\ddot{B} \mid B : \text{secret } s\} Swap^{\ddot{B}}$

$\{B : !1\ddot{D} \mid B : \text{secret } s\} Swap^{\ddot{D}}$

$$Swap^{\ddot{B}} = Exchange^{\ddot{B}} + Refund^{\ddot{B}}$$

$Exchange^{\ddot{B}} = \text{reveal } s . \text{withdraw } B$

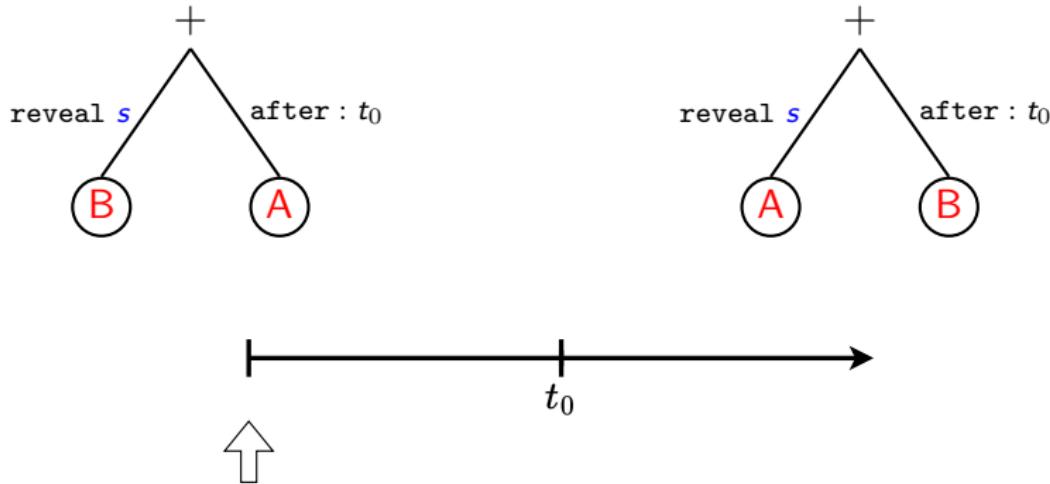
$Refund^{\ddot{B}} = \text{after } t_0 : \text{withdraw } A$

$Swap^{\ddot{D}} = \text{reveal } s . \text{withdraw } A$
+ $\text{after } t_0 : \text{withdraw } B$

Successful Swap

Alice

Bob

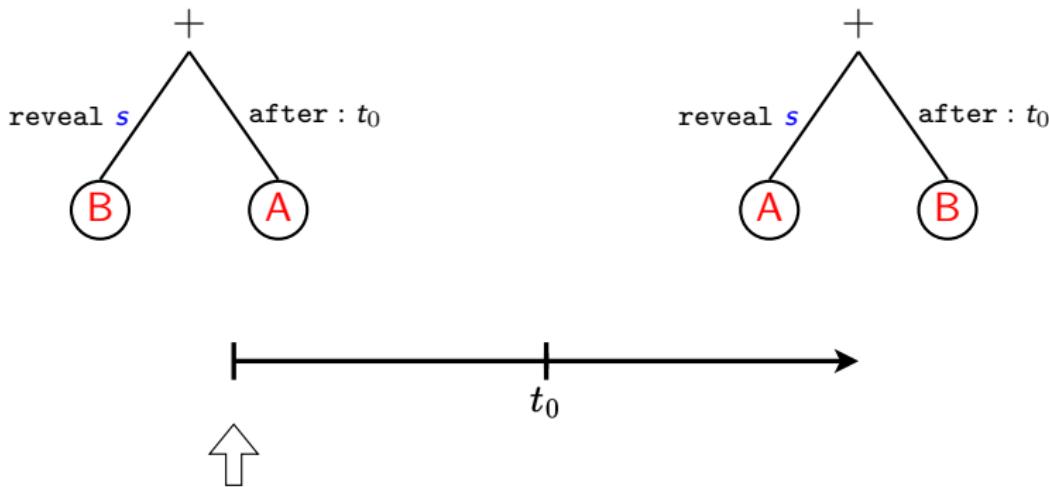


Successful Swap

Alice

- Wanna swap coins?

Bob



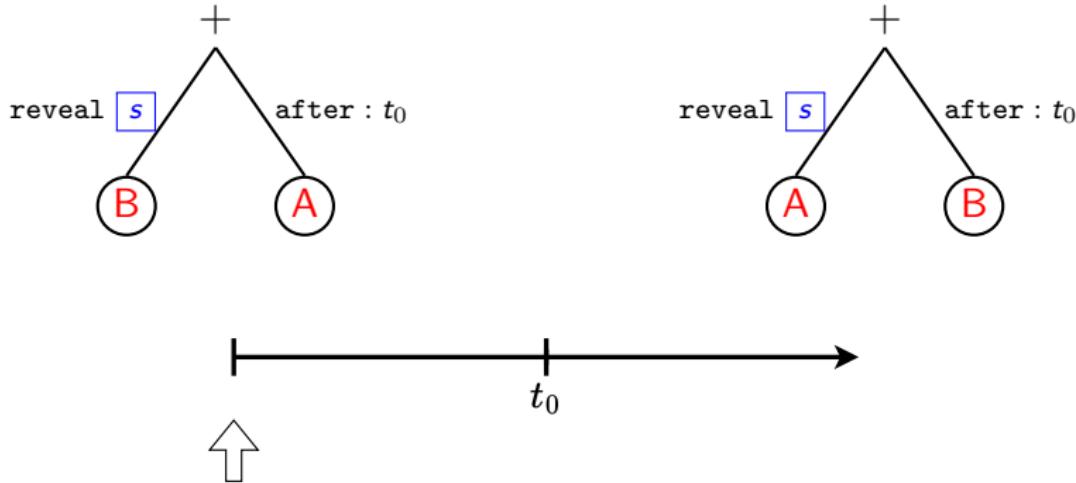
Successful Swap

Alice

- Wanna swap coins?

Bob

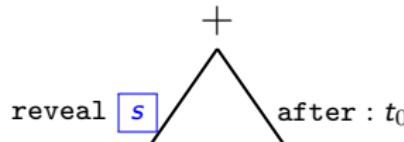
- Sure! Here is s .



Successful Swap

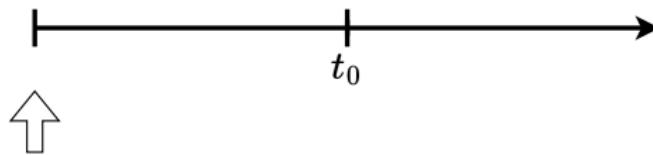
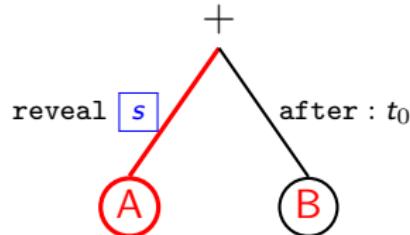
Alice

- Wanna swap coins?
- Thanks! I'm taking ₩ 😊



Bob

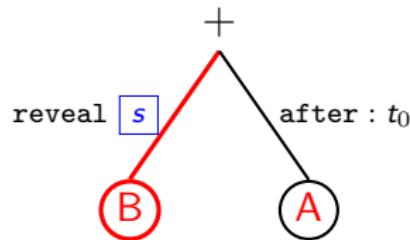
- Sure! Here is s.



Successful Swap

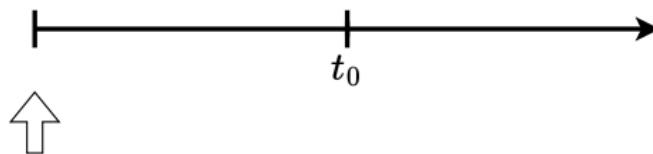
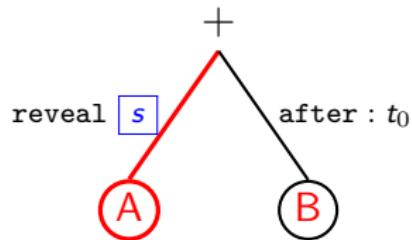
Alice

- Wanna swap coins?
- Thanks! I'm taking ₿😊



Bob

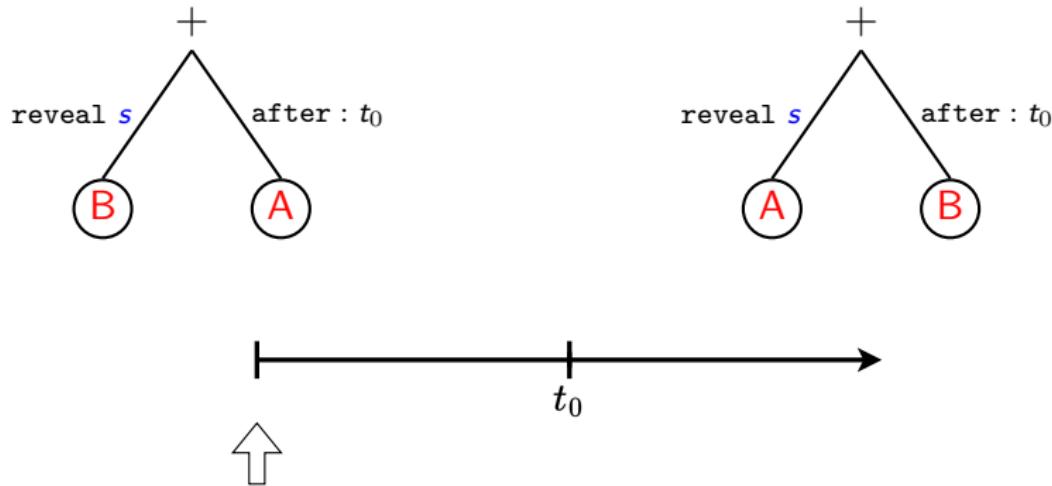
- Sure! Here is s .
- And I'm taking ₿😊



Successful Refund

Alice

Bob

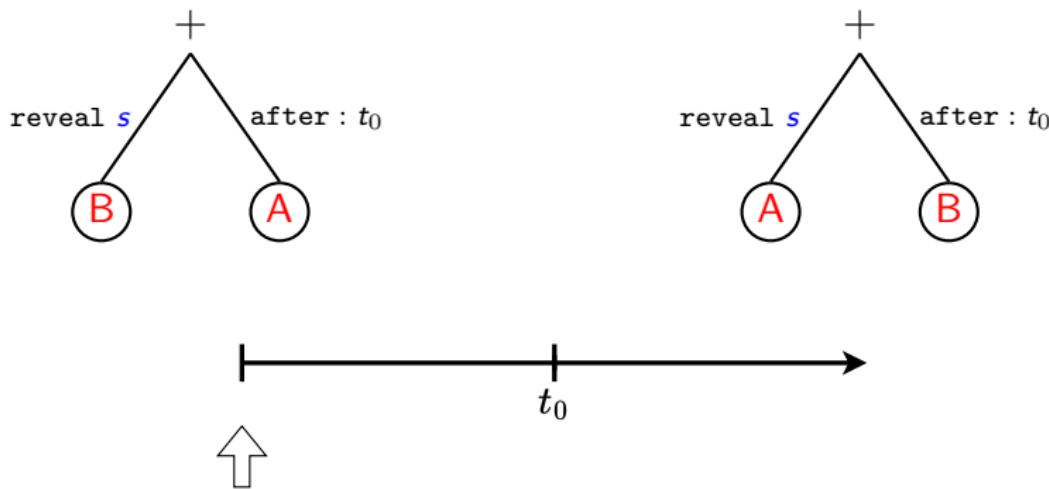


Successful Refund

Alice

- Wanna swap coins?

Bob



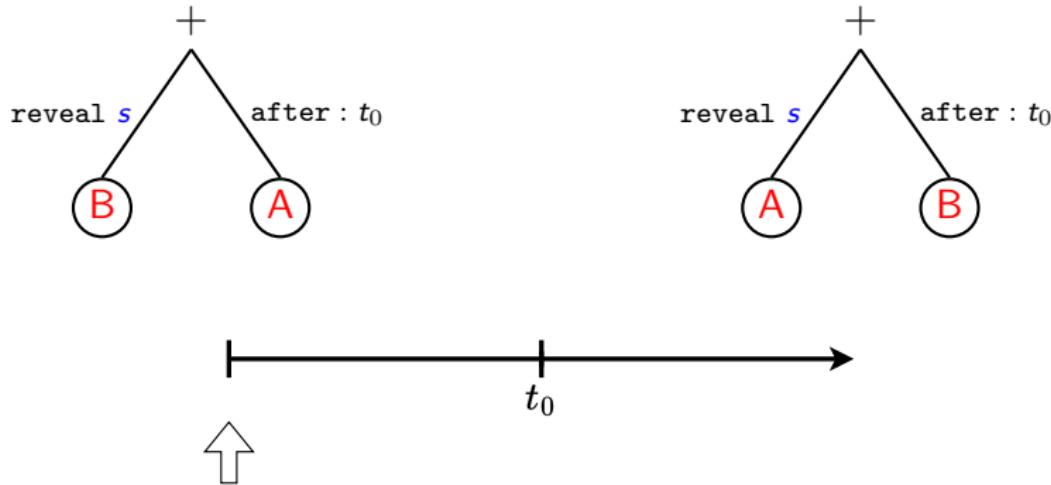
Successful Refund

Alice

- Wanna swap coins?

Bob

- Not really.



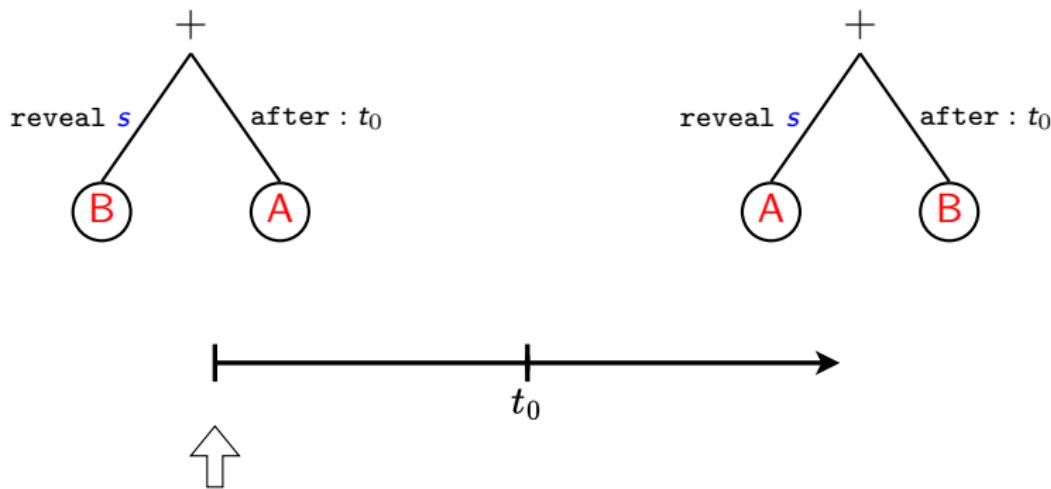
Successful Refund

Alice

- Wanna swap coins?
- Oh. That's ok. 

Bob

- Not really.



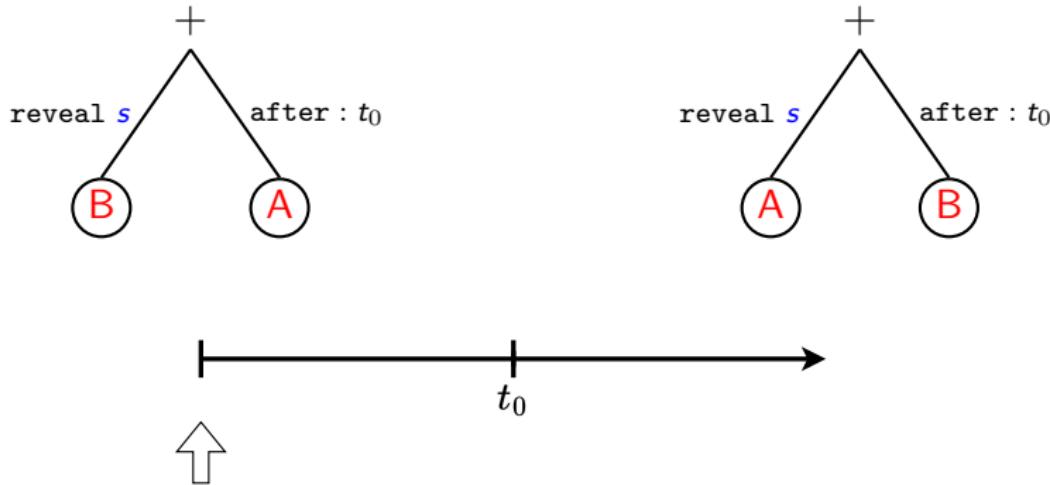
Successful Refund

Alice

- Wanna swap coins?
- Oh. That's ok. 

Bob

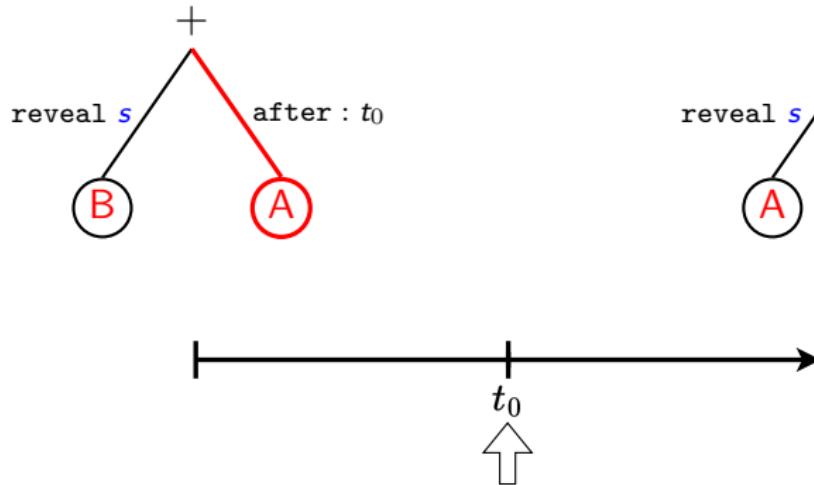
- Not really.
- Yeah, sorry. 



Successful Refund

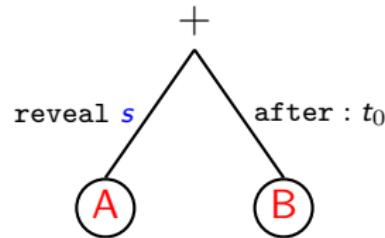
Alice

- Wanna swap coins?
- Oh. That's ok. 😢
- I'll take back my ₿.



Bob

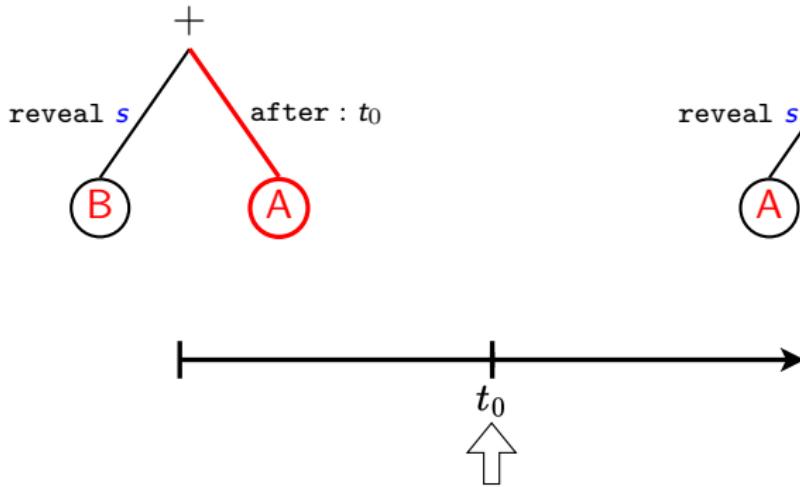
- Not really.
- Yeah, sorry. 😅



Successful Refund

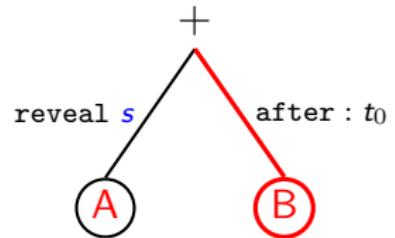
Alice

- Wanna swap coins?
- Oh. That's ok. 😢
- I'll take back my Ⓜ.



Bob

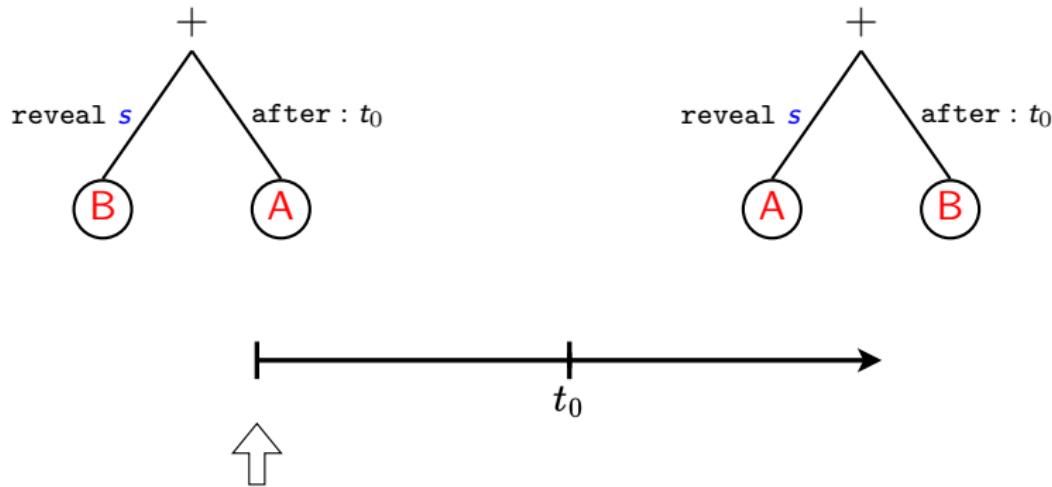
- Not really.
- Yeah, sorry. 😅
- And I'll take back my Ⓜ.



But...

Alice

Bob

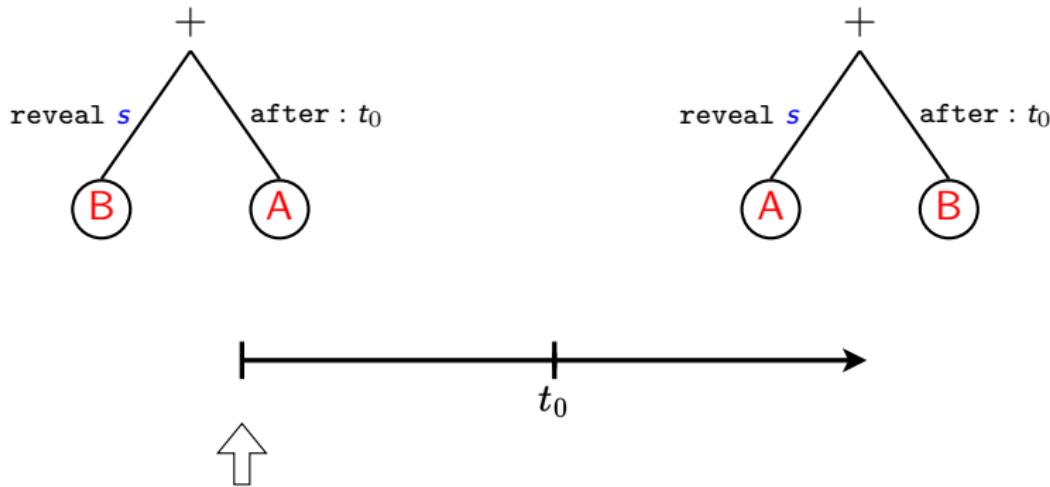


But...

Alice

- Wanna swap coins?

Bob



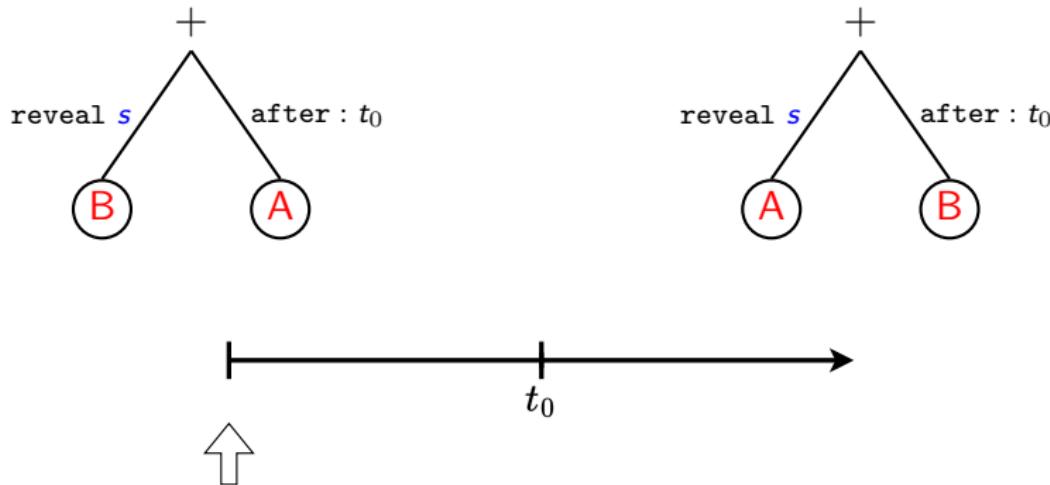
But...

Alice

- Wanna swap coins?

Bob

- Not really.



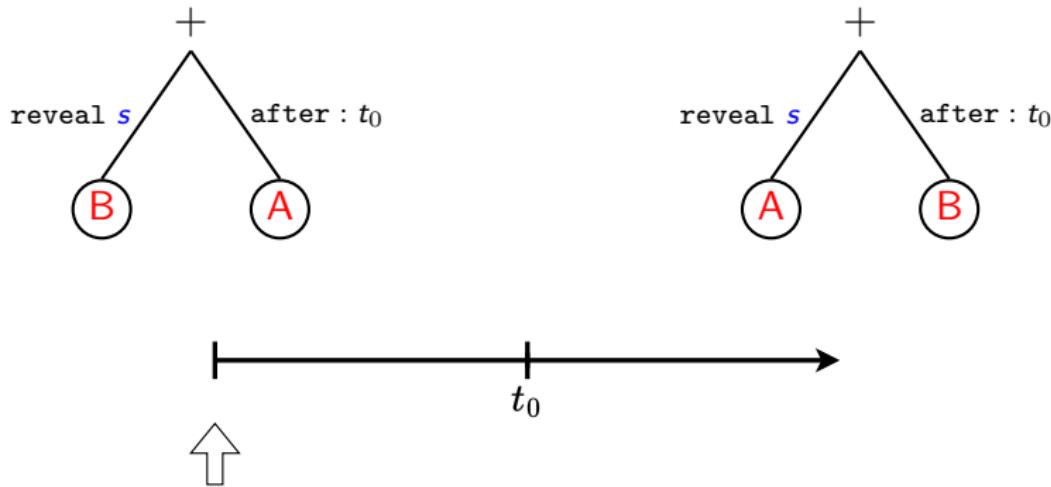
But...

Alice

- Wanna swap coins?
- Oh. That's ok. 😢

Bob

- Not really.



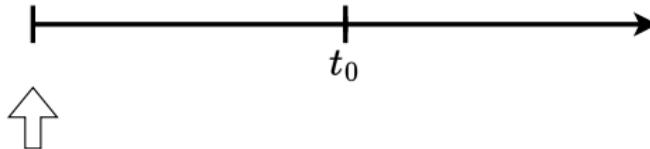
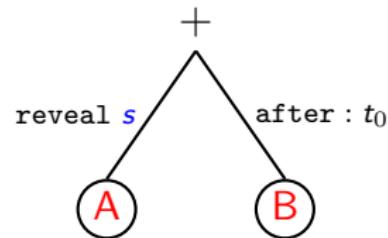
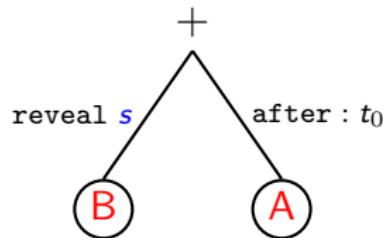
But...

Alice

- Wanna swap coins?
- Oh. That's ok. 😢

Bob

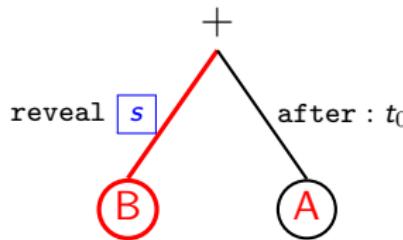
- Not really.
- Yes... totally ok. 😊



But...

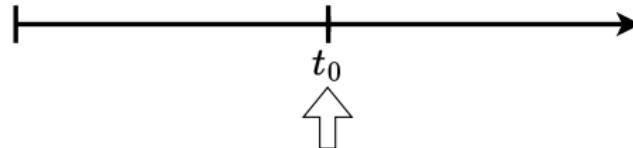
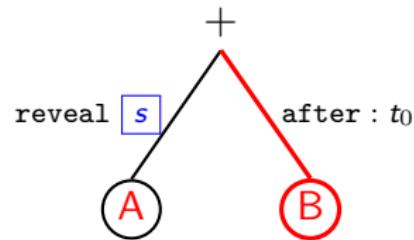
Alice

- Wanna swap coins?
- Oh. That's ok. 😢
- Bob, WTF? 😱



Bob

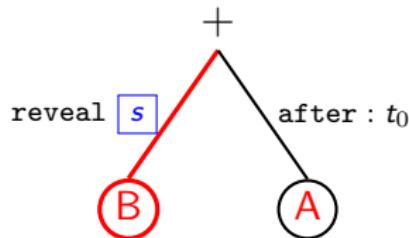
- Not really.
- Yes... totally ok. 😊



But...

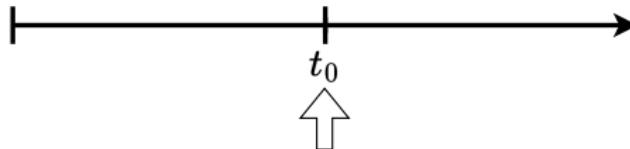
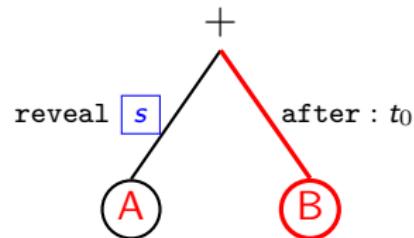
Alice

- Wanna swap coins?
- Oh. That's ok. 😢
- Bob, WTF? 😱



Bob

- Not really.
- Yes... totally ok. 😐
- See ya, looser. 😈

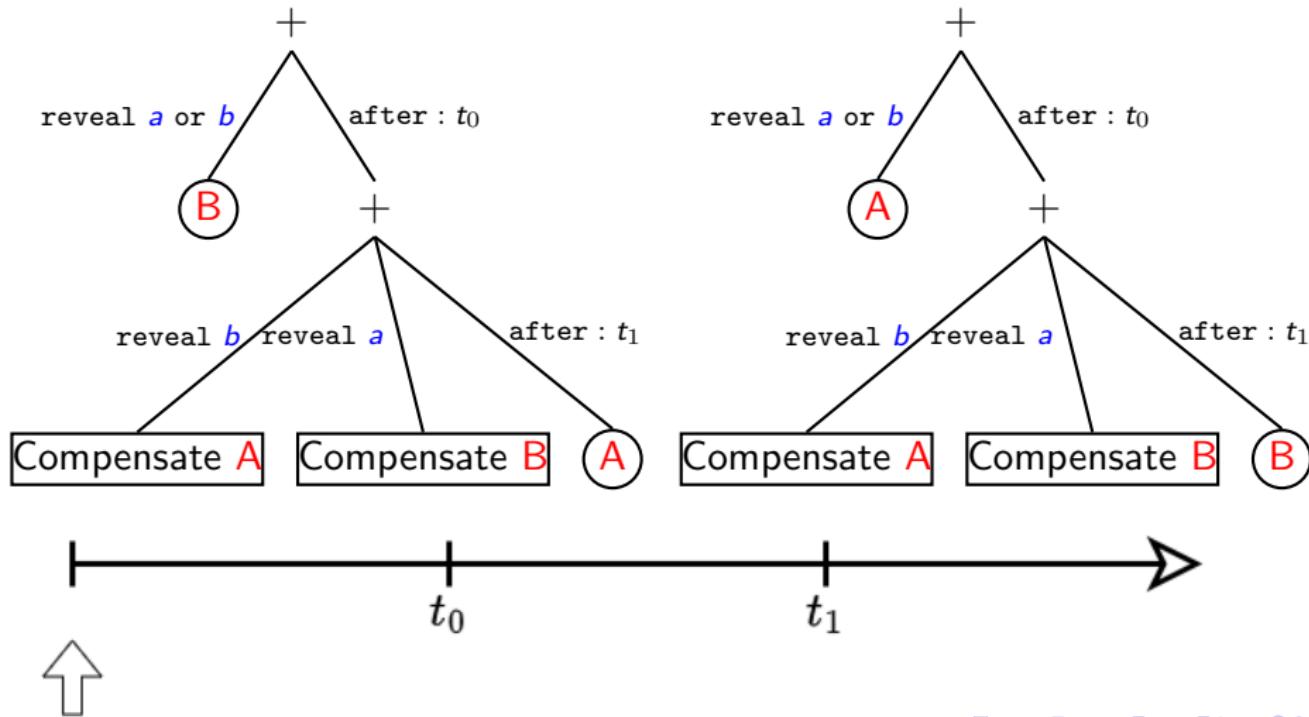


BitML^x compilation

Improved Swap

Alice has 1 Bitcoin and knows secret a

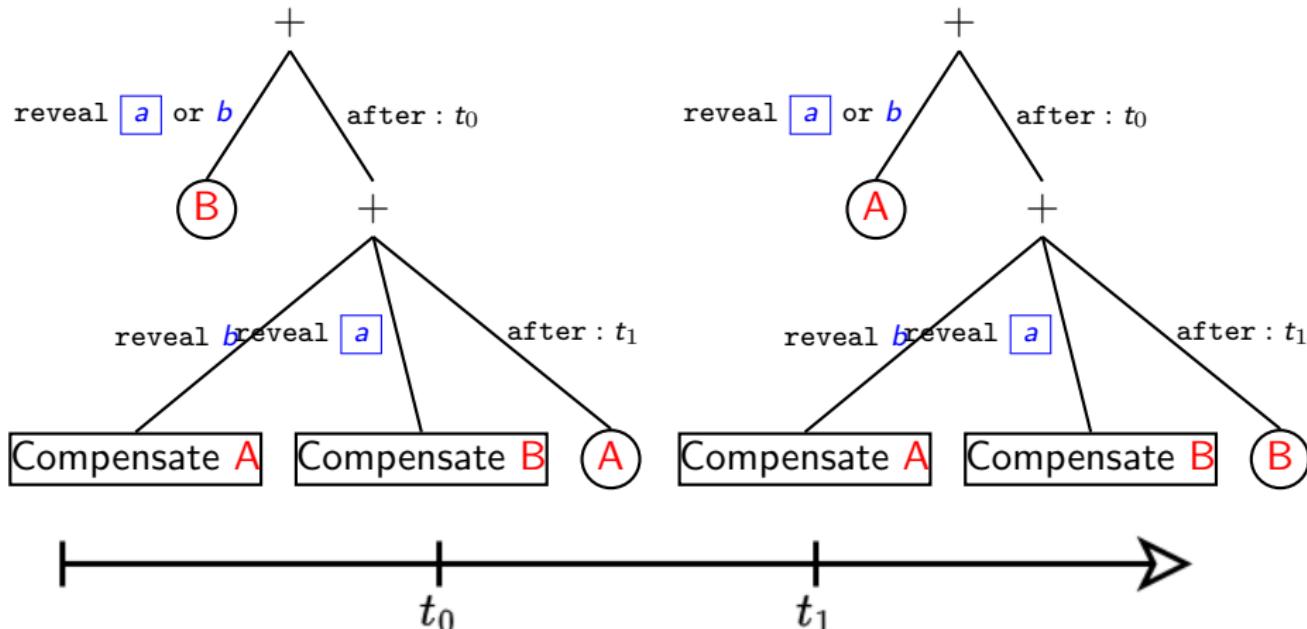
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

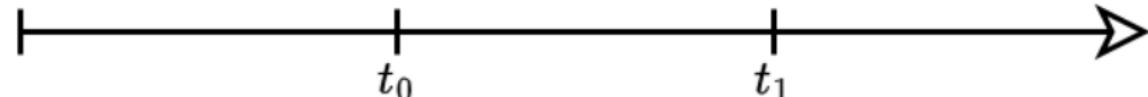
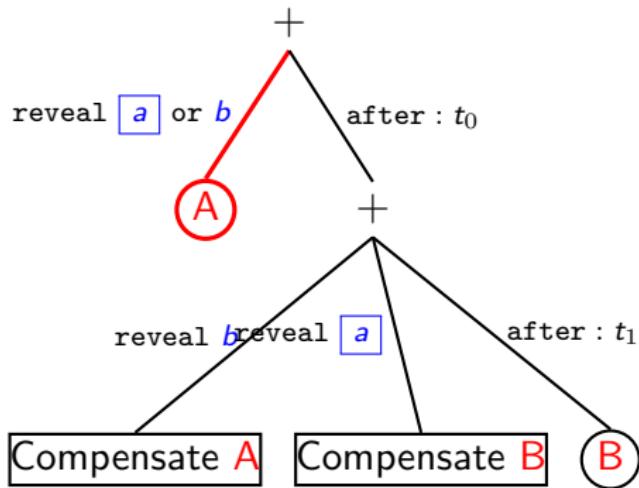
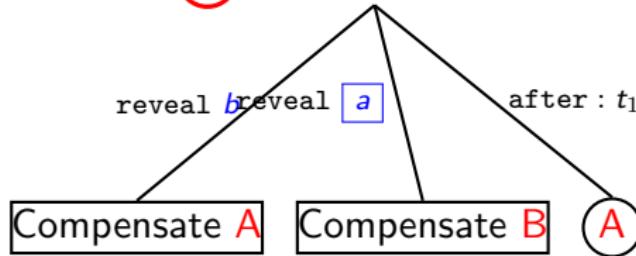
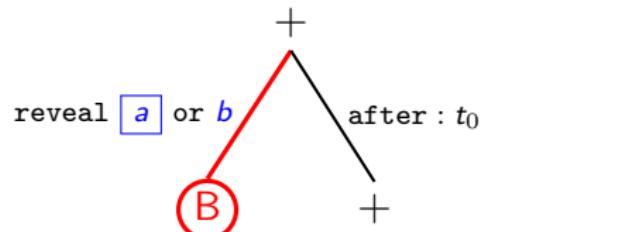
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

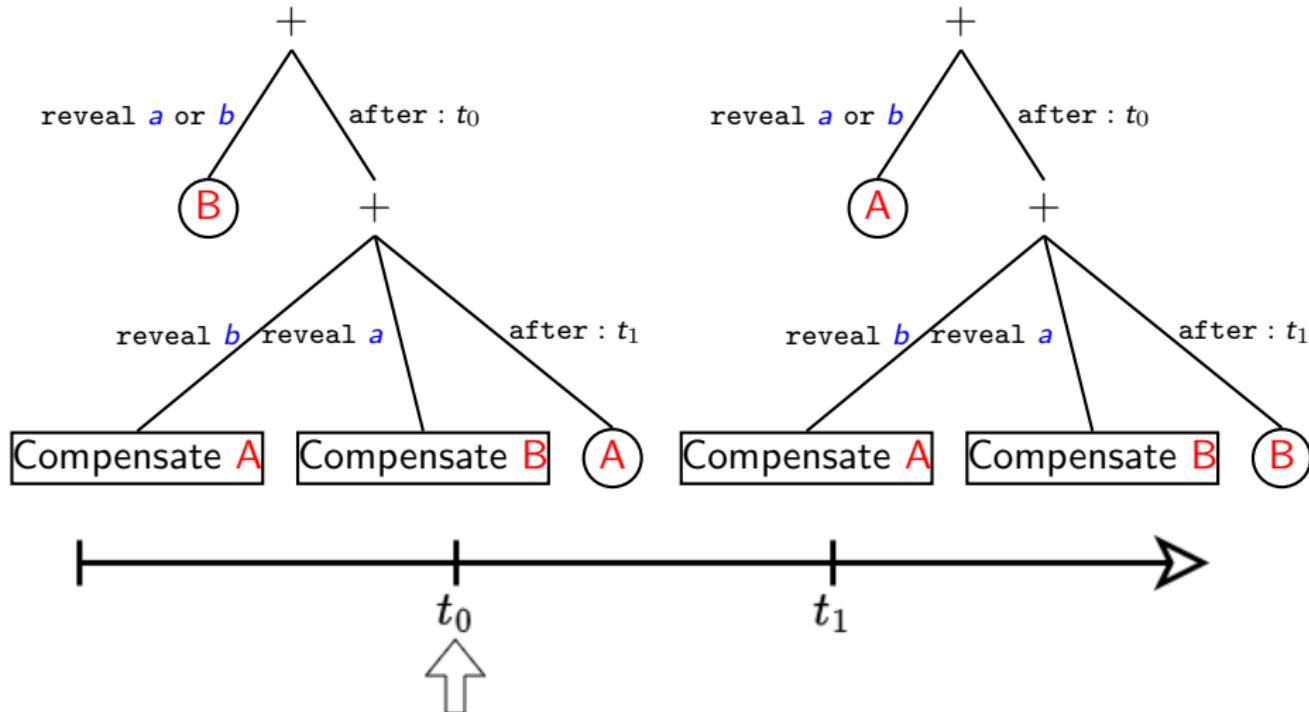
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 ฿ and knows secret a

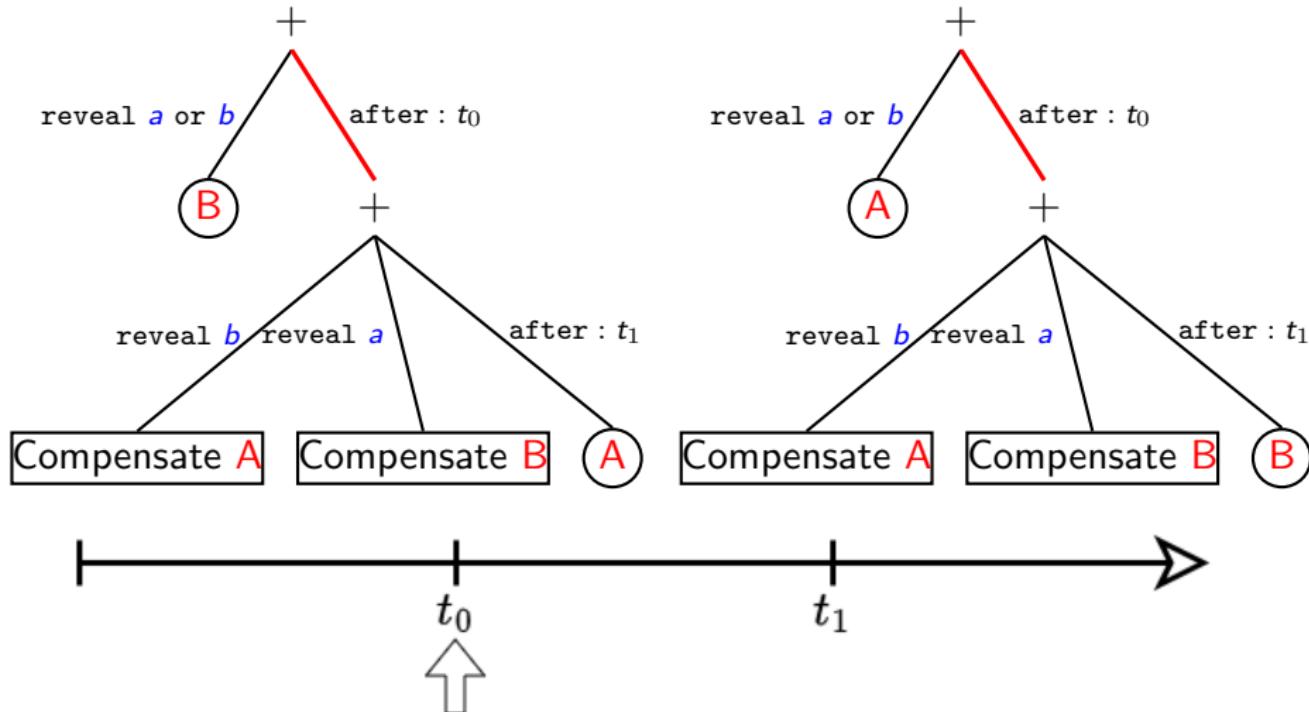
Bob has 1 ฿ and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

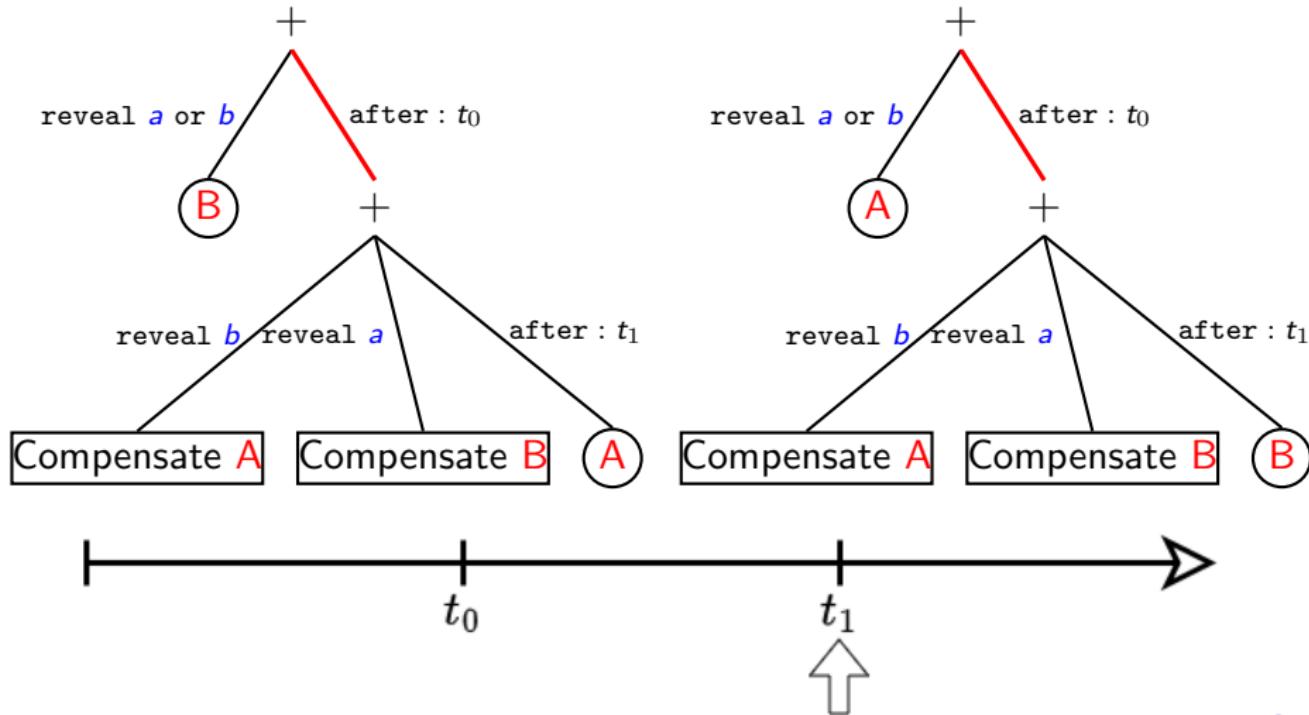
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

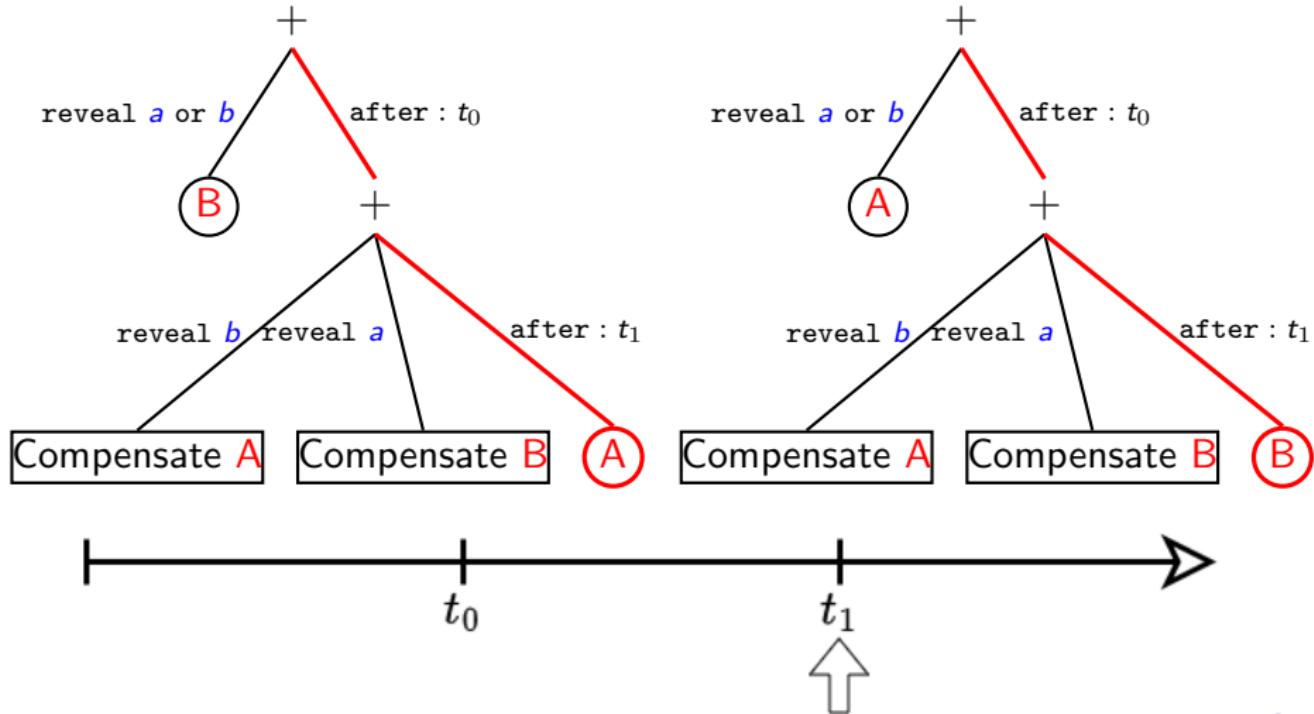
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

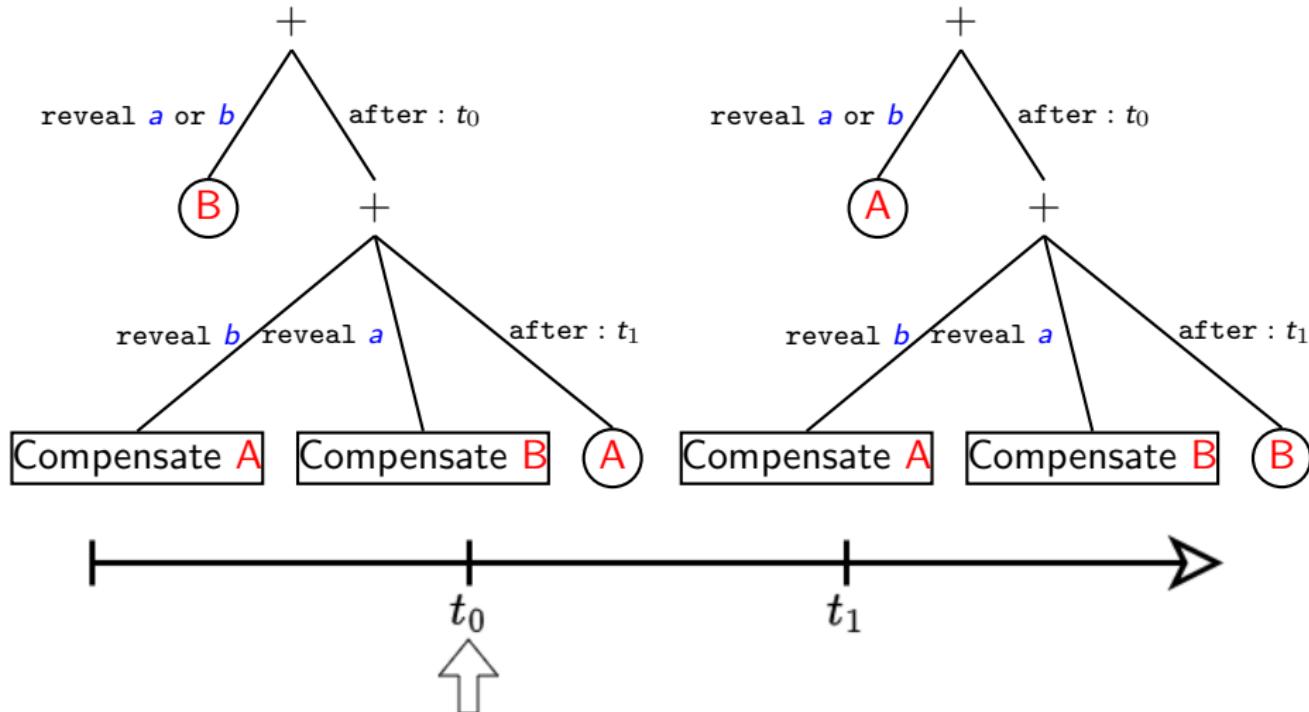
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

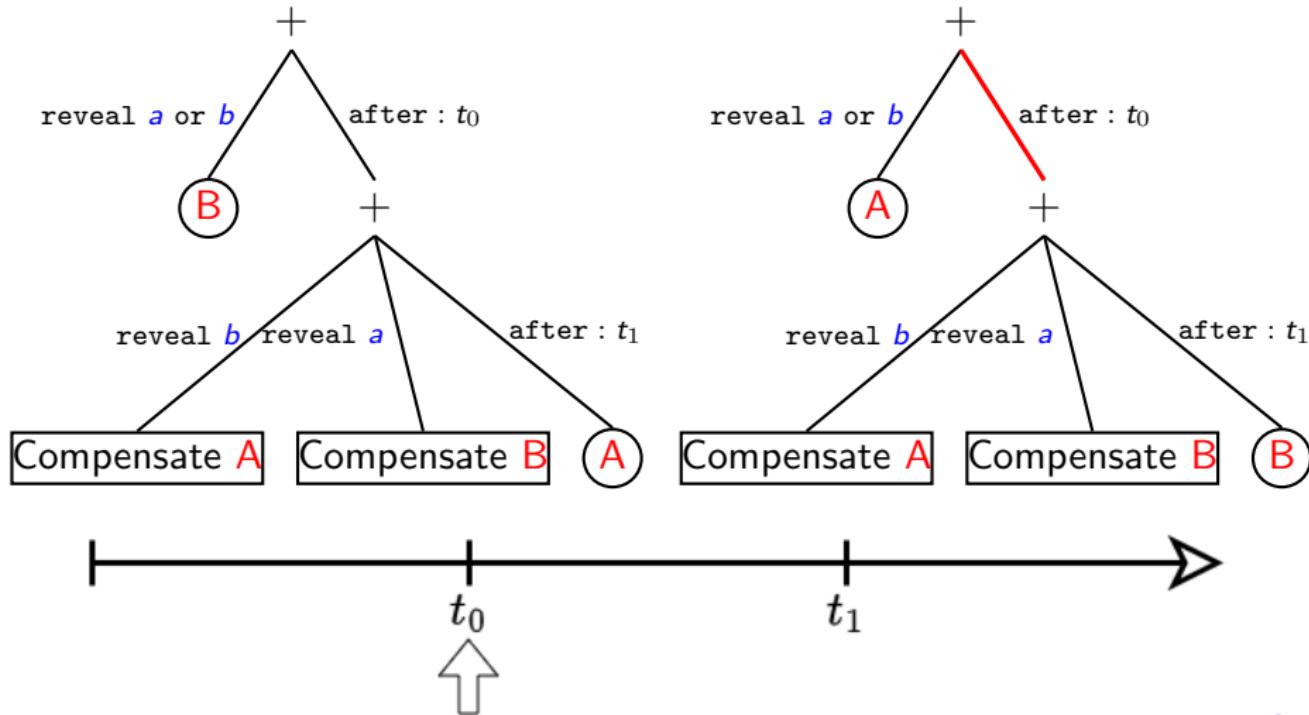
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

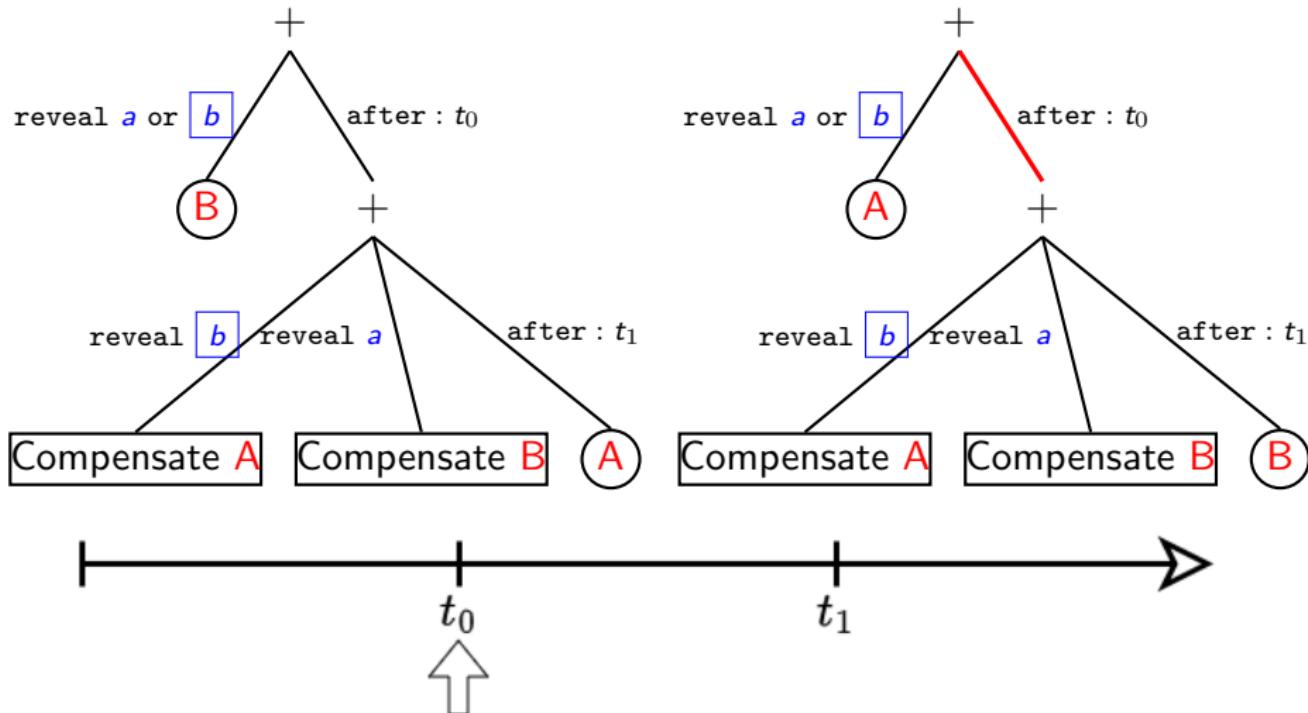
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 Bitcoin and knows secret a

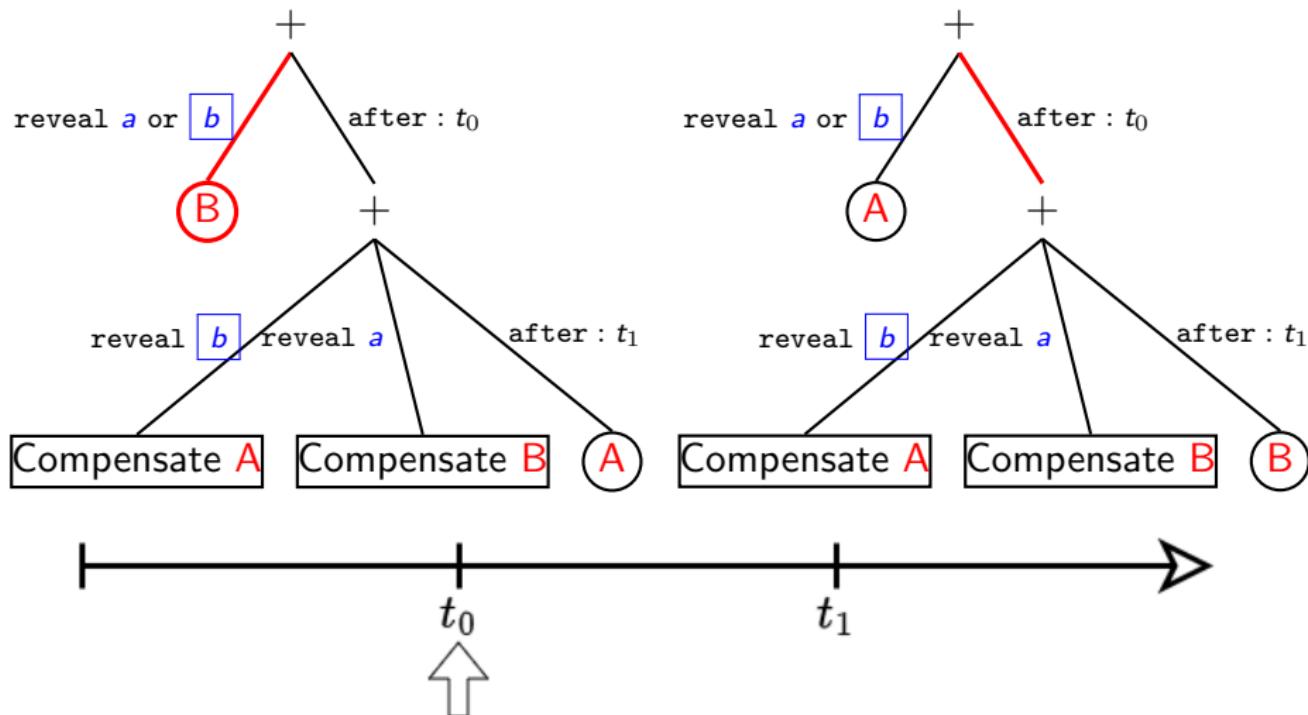
Bob has 1 Dogecoin and knows secret b



Improved Swap

Alice has 1 ฿ and knows secret a

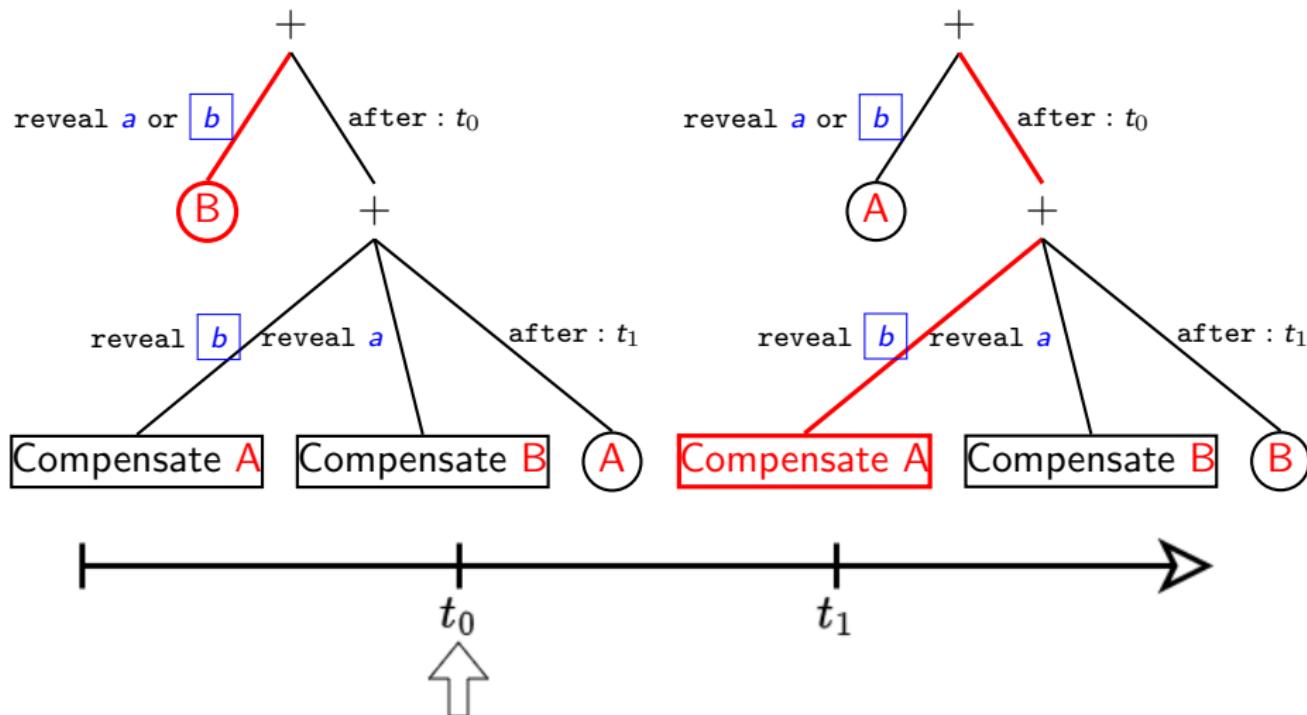
Bob has 1 ฿ and knows secret b



Improved Swap

Alice has 1 ฿ and knows secret a

Bob has 1 ฿ and knows secret b



Swap In BitML^x

Alice should have read the bibliography on sound cryptographic protocol designs.

Swap In BitML^x

Alice should have ~~read the bibliography on sound cryptographic protocol designs.~~ switched to BitML^x!

$$\{ A :: (1\$\$B, 0\$D) \mid B :: (0\$\$B, 1\$D) \} Swap^x$$
$$Swap^x = Exchange^x \rightarrow Refund^x$$

Swap In BitML^x

Alice should have ~~read the bibliography on sound cryptographic protocol designs.~~ switched to BitML^x!

$$\{A :! (1\text{\AA}, 0\text{\O}) \mid B :! (0\text{\AA}, 1\text{\O})\} Swap^x$$
$$Swap^x = Exchange^x \rightarrow Refund^x$$

$$Exchange^x = \text{withdraw}($$

$$(0\text{\AA}, 1\text{\O}) \rightarrow A,$$

$$(1\text{\AA}, 0\text{\O}) \rightarrow B$$

)

Swap In BitML^x

Alice should have ~~read the bibliography on sound cryptographic protocol designs~~ switched to BitML^x!

$$\{A :: !(1\text{\AA}, 0\text{\O}) \mid B :: !(0\text{\AA}, 1\text{\O})\} Swap^x$$
$$Swap^x = Exchange^x \rightarrow Refund^x$$

$$Exchange^x = \text{withdraw}($$

$$(0\text{\AA}, 1\text{\O}) \rightarrow A,$$

$$(1\text{\AA}, 0\text{\O}) \rightarrow B$$

)

$$Refund^x = \text{withdraw}($$

$$(1\text{\AA}, 0\text{\O}) \rightarrow A,$$

$$(0\text{\AA}, 1\text{\O}) \rightarrow B$$

)

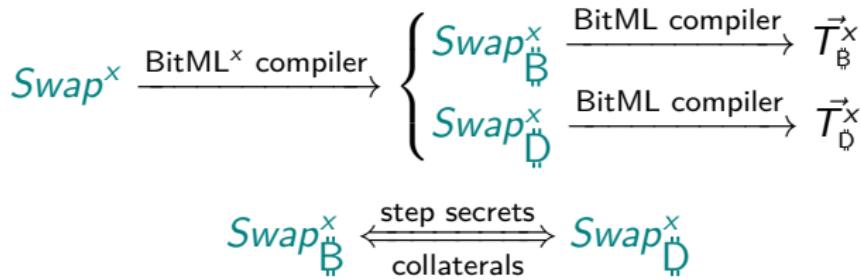
BitML^x Compilation Idea

$$Swap^x \xrightarrow{???)} \begin{cases} \vec{T}_{\mathbb{B}}^x \\ \vec{T}_{\mathbb{D}}^x \end{cases}$$

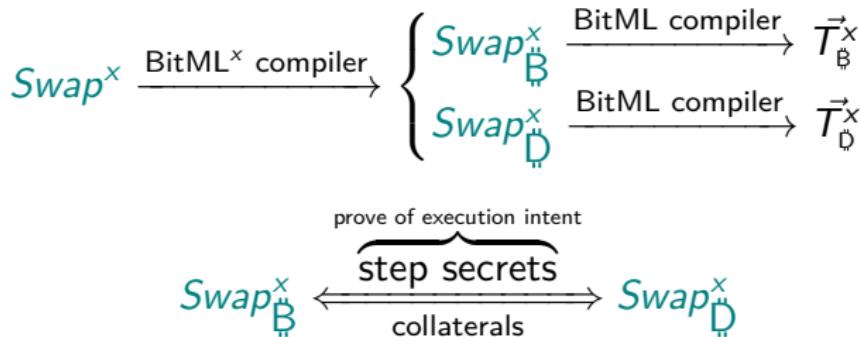
BitML^x Compilation Idea

$$Swap^x \xrightarrow{\text{BitML}^x \text{ compiler}} \left\{ \begin{array}{l} Swap_B^x \\ Swap_D^x \end{array} \right. \begin{array}{l} \xrightarrow{\text{BitML compiler}} \vec{T}_B^x \\ \xrightarrow{\text{BitML compiler}} \vec{T}_D^x \end{array}$$

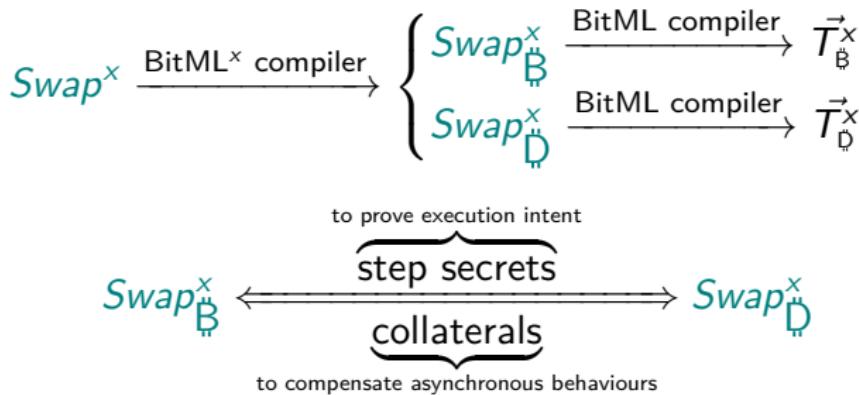
BitML^x Compilation Idea



BitML^x Compilation Idea



BitML^x Compilation Idea



User Strategies

Suppose Alice follows a strategy S_A^x s.t.

$$S_A^x(Swap^x) = Refund^x$$

User Strategies

Suppose Alice follows a strategy S_A^x s.t.

$$S_A^x(Swap^x) = Refund^x$$

$$Swap^x \xrightarrow{\text{BitML}^x \text{ compiler}} \left\{ \begin{array}{l} Swap_B^x \\ Swap_D^x \end{array} \right.$$

User Strategies

Suppose Alice follows a strategy S_A^x s.t.

$$S_A^x(Swap^x) = Refund^x$$

$$Swap^x \xrightarrow{\text{BitML}^x \text{ compiler}} \left\{ \begin{array}{l} Swap_B^x \\ Swap_D^x \end{array} \right.$$

$$S_A^x \xrightarrow{\text{and strategy compiler!}} \left\{ \begin{array}{l} S_B^A \\ S_D^A \end{array} \right.$$

User Strategies

Suppose Alice follows a strategy S_A^x s.t.

$$S_A^x(Swap^x) = \text{Refund}^x$$

$$Swap^x \xrightarrow{\text{BitML}^x \text{ compiler}} \left\{ \begin{array}{l} Swap_B^x \\ Swap_D^x \end{array} \right.$$

$$S_A^x \xrightarrow{\text{and strategy compiler!}} \left\{ \begin{array}{l} S_B^A \\ S_D^A \end{array} \right.$$

$$S_A^B(Swap_B^x) = \text{if revealed } b$$

then Compensate A

else wait until Refund_B^x

Correctness

Theorem (Compiler correctness, informal)

Each strategy of an honest user A on a BitML x contract C translates into a strategy on k concurrently executing compiled BitML contracts $C_{B_1} | \dots | C_{B_k}$ that allows A to extract at least as many assets from $C_{B_1} | \dots | C_{B_k}$ as from C with the original strategy.

Full BitML^x Syntax

$B ::= [v_1 \mathbb{B}_1, \dots, v_k \mathbb{B}_k]$	balance
$G ::= A :! B$	user deposit (in all chains)
$ A : secret s$	secret commitment
$C ::= D +> C$	choose D or skip to C
$ withdraw \vec{B} \rightarrow \vec{A}$	last choice is always withdraw
$D ::= withdraw \vec{B} \rightarrow \vec{A}$	distribute the balance among users
$ split \vec{B} \rightarrow \vec{C}$	split into many contract
$ reveal s$ then C	reveal secrets before executing C
$ A: D$	A needs to authorize executing C

Thanks!

- BitML^x allows you to write cross-blockchain smart contracts.
- Compiled to concurrently executing BitML contracts.
- Proven security by mechanisms of step secrets and collaterals.
- PoC BitML^x compiler in Haskell.

Download slides
and PoC compiler:



Collaterals: How Much?

Every user locks, on each blockchain \mathbb{B} , an extra collateral deposit of value:

$$c_{\mathbb{B}} = b_{\mathbb{B}} \times (n - 2)$$

where $b_{\mathbb{B}}$ is the contract balance in that blockchain, and n is the number of participants.

Adversarial Scheduling

BitML

$$C_1 + \dots + C_k$$

- Users can always execute a valid option.
- Guaranteed to meet deadlines.
- In case of many valid options, adversary decides.

BitML^x

$$C_1^x \rightarrow \dots \rightarrow C_k^x$$

- Only one valid option at a time.
- Round-based execution.
- Users can act before a subcontract is skipped.