

Secure protocols on BIP-taproot

2019-06-08

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GPG: 36C7 1A37 C9D9 88BD E825 08D9 B1A7 0E4F 8DCD 0366

Disclaimer

It's not at all certain that a BIP-taproot softfork activates in its current form or at all. This depends on community consensus.

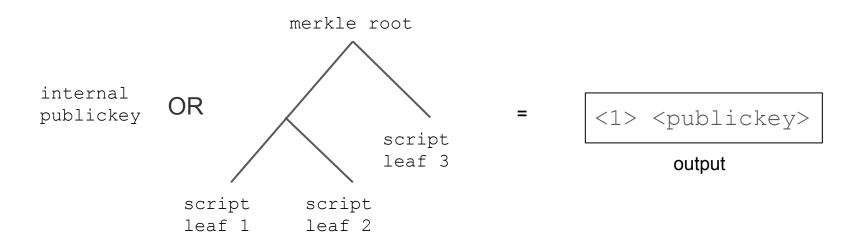
BIP-taproot address generation (witness version 1)

Policy: single key

<1> <publickey> output

BIP-taproot address generation (witness version 1)

Policy: single key OR script1 OR script2 OR script3



BIP-taproot spending

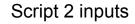
output

<1> <publickey>

Key spend

Script spend (Script 2)

(BIP-schnorr) signature

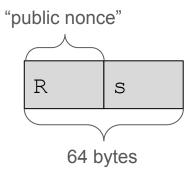




bitcoin-core/secp256k1

- "Difficult to use insecurely"
 - Well reviewed and tested
 - Fast and portable
 - Free of timing sidechannels
- <u>rust-bitcoin/rust-secp256k1</u> type-safe rust bindings (no_std)
- Will provide cryptographic primitives for bip-taproot
 - minimum required: schnorrsig module
- <u>elementsproject/libsecp-zkp</u>
 - o fork of secp256k1 with rangeproofs, surjectionproofs, schnorrsig, musig, ...
 - just released: <u>rust-secp256k1-zkp</u> beta (schnorrsig, optional no_std)
- HOWTO
 - read the docs before using it (include/secp256k1_*.h)

schnorrsig module

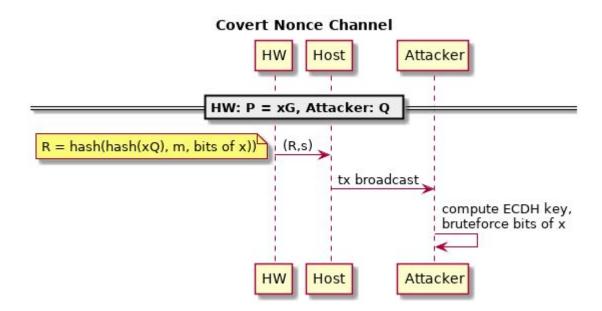


nonce = Number used ONCE

- Deterministic nonce derivation as per BIP-schnorr
 - Picking a specific nonce is unnecessary
- Batch verification
 - 400 sigs can be verified in half the time
 - Don't know which exact sig was invalid
 - May not reduce worst case cost

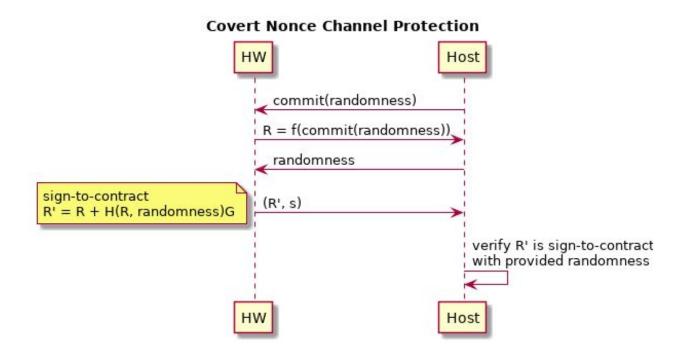
Covert nonce channel

Problem: malicious HWW can exfiltrate secret key through nonce



Covert nonce channel protection

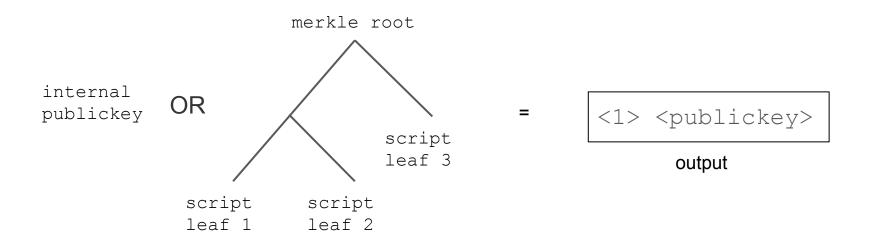
Solution: enforce putting host-supplied randomness in nonce with sign-to-contract



Alternative:
MuSig key
aggregation but
that's currently
difficult for
hardware wallets

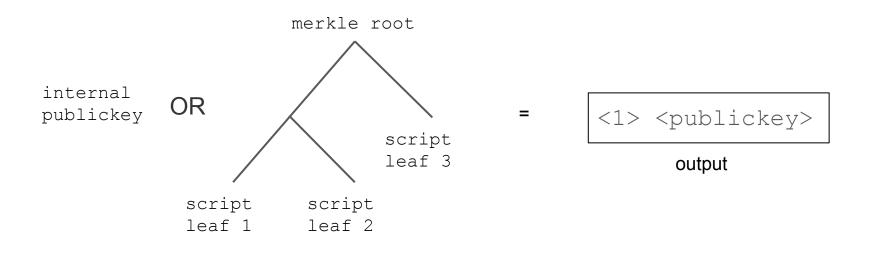
Tweak Add

Create taproot commitment if there's a script path



Tweak Add

Create taproot commitment if there's a script path



P + hash(prefix, P, root)G = Q

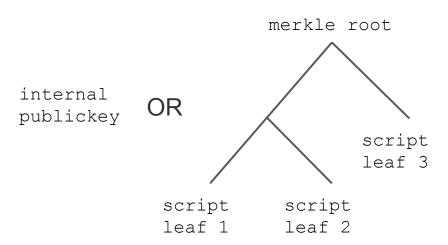
Tweak Add

Create taproot commitment if there's a script path

```
int secp256k1_ec_pubkey_tweak_add(
    const secp256k1_context* ctx,
    secp256k1_pubkey *pubkey,
    const unsigned char *tweak)
```

Tweak Add Fungibility

- Try avoiding the script path
 - o in multi-party contracts use "happy" case
- Don't reuse keys
 - internal keys and leaf keys
- Using script path basically leaks wallet
 - o Depth of tree, script, ...
- Ensure sufficient leaf entropy



Multisignature Options with BIP-taproot

- 1. use CHECKMULTISIG replacement opcode CHECKSIGADD
 - uses BIP-schnorr and is batch verifiable
- 2. Key aggregation
 - Encode n-of-n signing policy in single public key and single BIP-schnorr signature
 - more fungible, cheaper
 - interactive protocol

Key Aggregation Options

- 1. "Legacy": p2wpkh key aggregation
 - complicated and <u>80 bits security</u>
- 2. **BIP-taproot:** MuSig key aggregation

```
\circ P = hash(P1, P2, 1)P1 + hash(P1, P2, 2)P2
```

- 3. **BIP-taproot:** Non-MuSig key aggregation
 - \circ P = P1 + P2, and proof of knowledge to avoid key cancellation
 - But one party can add taproot tweak!
 - o P1 = P1' + hash(prefix, P, root)G

MuSig Alice Rest nonce commitment = session initialize(session id) nonce_commitment nonce = get_public_nonce(nonce_commitments) nonce set nonce(nonce) combine_nonces partial_sig = partial_sign partial_sig sig = partial_sig_combine(partial_sigs) Alice Rest

MuSig Implementation

using libsecp-zkp is safe if you

- 1. Never reuse a session id
 - o need randomness or atomic counter
- 2. Never copy the state
 - otherwise: Nonce reuse and active attacks

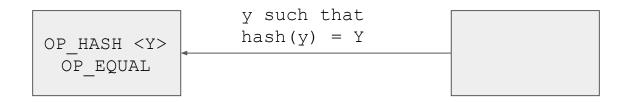
MuSig: Reducing Communication

- Can attach the nonce (commitment) to already existing messages in protocol
 - o old message: ClientHello
 - new message: (ClientHello, nonce commitment)
- Can run multiple sessions in parallel ("pre-sharing nonces")
 - EDIT: can run multiple sessions in parallel by pre-sharing nonce commitments, but not nonces because that would enable a Wagner-style attack (see https://github.com/ElementsProject/secp256k1-zkp/pull/73)
- Three parallel sessions get one sig per round
 - ← (partial_sig_i, nonce_i+1, nonce_commitment i+2)
 - o EDIT: not that useful if nonces can not be pre-shared.
- Can save one message by having everyone send nonce commitment to Alice and Alice directly replying with nonce. Works best with 2 parties.

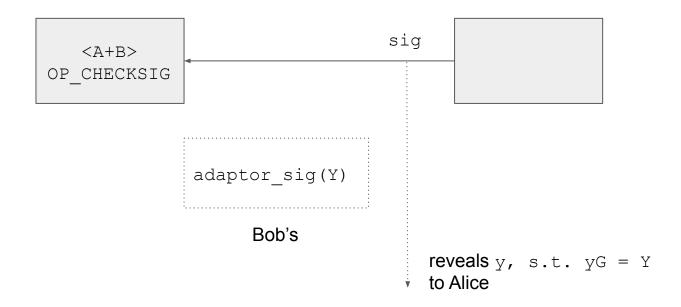
MuSig with Offline/Hardware Wallets is hard

- Storing state on persistent medium is a copy (dangerous)
- Therefore, serializing state not supported right now in our implementation
- Just have a "single" session?
 - Works if all MuSig devices are in the same place
 - Otherwise need to travel to your HWW vault for every single signature
- Hope: deterministic nonce derivation
 - o no randomness, no state, two rounds
 - but must be efficient
 - adds code complexity

Hash locks



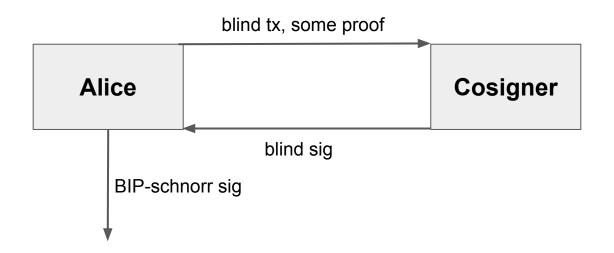
MuSig Adaptor Signatures



- DANGER: partial verification required
- Bonus: works with n-of-n, where n>=2

Blind Schnorr Signatures

- Interactive protocol between client and signing server
- Signer does not know the message being signed
- Result is a BIP-schnorr signature



Blind Schnorr Signatures Problems

- Vulnerable to <u>Wagner's attack</u>
 - 65536 parallel signing sessions can forge a signature with only (2^32) work
- Moreover, they <u>can't be proven secure</u> in the Random Oracle Model

Blind Schnorr Signatures

- 1. If you just need blind signatures (f.e. ecash)
 - Don't use blind Schnorr signatures
- 2. If you need blind signatures for Bitcoin transactions
 - Need to use blind Schnorr signatures
 - Idea to prevent Wagner's attack
 - i. Client blinds message with 128 different blinding factors and sends them to server
 - ii. Server picks only one of those to blindly sign

Conclusion

- BIP-taproot is a substantial efficiency & fungibility improvement
- Simple sending remains simple
- Can use libsecp256k1 ecosystem for cryptography
- DL assumption is nice (fast, studied)
 - o but requires interactive protocols, creates new challenges
- TODO: k-of-n threshold signatures
- Please try to break it!
- Slides at <u>nickler.ninja/slides/2019-breaking.pdf</u>