



# Nil Networks presentation

Juan Díez

12.11.23



# Outline I

## 1 Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

## 2 General idea of this project

- Working hypothesis
- Some questions to be addressed

## 3 More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Turing Machines and Information

- Turing Machine as universal model of computation. Theory of Computation.
- Conceptualized around 1940s, still relevant today.
- At around the same time, Mathematical Theory of Communication (Shannon). Leads to Informatics.
- Turing vs. Shannon anecdote.
- Not clear how to unify the fields. Why two theories inside “Computer Science”?



80 years later

# Outline I

## 1 Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

## 2 General idea of this project

- Working hypothesis
- Some questions to be addressed

## 3 More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



80 years later

# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance

80 years later

## 80 years later...

- In 80 years: many developments, theoretical and technological. programming, cryptography, computer's architecture, computer networks, distributed systems, cryptography, ...
- Very exciting but... the fundamental concepts and theories are still the same. Not a lot of truly scientific breakthrough.



80 years later

## 80 years later...

- As a general rule, development has focused in technologies, scalability, products, business models, etc.
- Technological saturation. Big players in the market already established. Hard to continue innovating.
- Quantum Computing: spooky probabilities.
- Today: turning point in this dynamic (apparently, seems necessary...).





# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- **Blockchain**
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Blockchain...

- Today: turning point in this dynamic (apparently, seems necessary...).
- Blockchain: the “universal” data structure.
- Change the data structure, change the game, change the market.
- Embracing the concept of replication. Somehow, bringing Computer Science to its limits.
- The climate is changing, the Clouds start to leak...



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- **Cryptography**

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance

# Cryptography...

- Unification CS and Inf.
- Principles vs. theory.
- General philosophical framework.



# Overview of the field/market...

- A lot of technologies already well developed. Market established.
- Possible to start commercializing very abstract concepts.
- Blockchain still quite immature field though. Bitcoin and Ethereum are just the beginning.
- Conceptual work (research) is required to clarify. Systematize, classify, clarify, distinguish. . . .
- This conceptual work is a precondition to establish long-term, profitable business models.



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- **Working hypothesis**
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University





# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Working hypothesis...

Roughly speaking, the field of this research project can be characterized by the following hypothesis:

- 1 There is a fundamental connection between Computer Science and Economics: Computer Science provides a solution to the main problem of Economics (the “problem of value”) via a solution to one of the fundamental problems of Computer Science (the Turing test).
- 2 The concepts of Economics involved in said problem can be coordinated (not necessarily reduced in the strict scientific sense) to concepts in Computer Science.
- 3 The modern theory of cryptography is a great candidate to address this coordination.



Some questions to be addressed

# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



Some questions to be addressed

# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance

Some questions to be addressed

# Some questions to be addressed. . .

- 1 Relationship between the Turing test and CAPTCHAs.
- 2 The Turing test and its relationship to AI today.
- 3 The principles of modern cryptography as some sort of unification of Computer Science and Informatics.



Some questions to be addressed

# Turing test and Economics...

- 1 The scientific status of Economics. Not strictly a science.
- 2 Economics as a “human science” or “social science”.
- 3 On the nature of “human being”, or the lack of its scientific determination.
- 4 The idea that it is sound to take the Turing test as a conducting idea for the investigation, and to test how far we can get in this direction.
- 5 The connection of all of this with the concept of identity (digital identity).



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- **McKinsey**
- Gensler, MIT
- Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance





# Outline I

- 1 Introduction
  - Turing Machines vs. Information
  - 80 years later
  - Blockchain
  - Cryptography
- 2 General idea of this project
  - Working hypothesis
  - Some questions to be addressed
- 3 More details about general SoA
  - McKinsey
  - **Gensler, MIT**
  - Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Communities are technologies

- 1 No such thing as the universal coin.
- 2 Target communities, discover/adapt to their identity.
- 3 Their identity is, for the purposes of our project, the tools that they use.
- 4 Connect this with the idea of AI and the blockchain.
- 5 In principle:
  - 1 Permissioned blockchains more profitable, easier to define business model.
  - 2 Permissionless blockchains easier to deploy.



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

### ■ Business strategy

## 5 Current solutions to digital identity

### ■ Institutional identity

### ■ Non-institutional identity

## 6 R&D methodology

### ■ Main areas/tasks

### ■ Main technical/scientific lines

### ■ Main deliverables

### ■ General timeline

## 7 Regulatory Framework

### ■ Finance



# Collaborators, competitors, clients

## General:

- 1 System administration.
- 2 Database administration.
- 3 Network administration.
- 4 Cybersecurity.

## Specific (not in identity):

- 1 Blockchain.
- 2 Artificial Intelligence.





# Competitors

Blockchain and Artificial Intelligence companies working in the specific area of identity.



# Business model

Digital identity in blockchain. Providing a service of identification. Database administration, computing/information services, consultancy.



# Outline I

- 1 Introduction
  - Turing Machines vs. Information
  - 80 years later
  - Blockchain
  - Cryptography
- 2 General idea of this project
  - Working hypothesis
  - Some questions to be addressed
- 3 More details about general SoA
  - McKinsey
  - Gensler, MIT
  - Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline
- 7 Regulatory Framework
  - Finance



# Institutional identity I

- 1 Government ID. Issues: privacy, low granularity, bureaucracy, limited geography, single point of failure, (scalability).
- 2 Government Passport. Issues: privacy, low granularity, bureaucracy, limited geography, single point of failure, (scalability)
- 3 Healthcare system: Medical records, biometrics. Issues: privacy, ethics, high cost, bureaucracy, limited geography, single point of failure, local regulations, standards, scalability.



# Institutional identity II

- 4 Telecommunications Infrastructure: Telephone. Issues: privacy, governmental second-order dependency, low granurality, bureaucracy, (limited geography), (single point of failure), (scalability).
- 5 Banking infrastructure: Credit card/bank account. Issues: privacy, governmental second-order dependency, (low granurality), bureaucracy, (limited geography), (single point of failure), scalability.



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

- Business strategy

## 5 Current solutions to digital identity

- Institutional identity
- **Non-institutional identity**

## 6 R&D methodology

- Main areas/tasks
- Main technical/scientific lines
- Main deliverables
- General timeline

## 7 Regulatory Framework

- Finance





# Non-Institutional identity

- 1 Cryptocurrencies: Issues (TBD...): (privacy), (governmental second-order dependency), (low granurality), (bureaucracy), (limited geography).
- 2 CAPTCHAs: Issues: scalability, technical/scientific (AI).



# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

- Business strategy

## 5 Current solutions to digital identity

- Institutional identity
- Non-institutional identity

## 6 R&D methodology

- **Main areas/tasks**
- Main technical/scientific lines
- Main deliverables
- General timeline

## 7 Regulatory Framework

- Finance



# Main areas/tasks

The project can be divided in the following areas/general tasks:

- 1 Research (70%):
  - 1 Basic research (20%).
  - 2 Applied research (30%).
  - 3 Communication (20%)
- 2 Development (30%).

# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University



# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

- Business strategy

## 5 Current solutions to digital identity

- Institutional identity
- Non-institutional identity

## 6 R&D methodology

- Main areas/tasks
- **Main technical/scientific lines**
- Main deliverables
- General timeline

## 7 Regulatory Framework

- Finance

# Main technical/scientific lines

The project would involve the following main technical/scientific lines:

- 1 AI: Computer Vision, Natural Language Processing, Signal Processing.
- 2 Distributed Systems.
- 3 Cryptoeconomics: Blockchain services, Interoperability, Cloud services.
- 4 Human-Computer Interaction: User Interfaces, App Development.

# Outline I

1

## Introduction

- Turing Machines vs. Information
- 80 years later
- Blockchain
- Cryptography

2

## General idea of this project

- Working hypothesis
- Some questions to be addressed

3

## More details about general SoA

- McKinsey
- Gensler, MIT
- Boneh, Stanford University





# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

- Business strategy

## 5 Current solutions to digital identity

- Institutional identity
- Non-institutional identity

## 6 R&D methodology

- Main areas/tasks
- Main technical/scientific lines
- **Main deliverables**
- General timeline

## 7 Regulatory Framework

- Finance

# Main deliverables

The project would consist of the following main deliverables:

- 1 Documentation: articles, research papers, technical documentation, blog, social networks.
- 2 Software: software prototypes, simulations/experiments, application.
- 3 Raw data: research, simulations/experiments.

# Outline I

- 1 Introduction
  - Turing Machines vs. Information
  - 80 years later
  - Blockchain
  - Cryptography
- 2 General idea of this project
  - Working hypothesis
  - Some questions to be addressed
- 3 More details about general SoA
  - McKinsey
  - Gensler, MIT
  - Boneh, Stanford University



# Outline II

- 4 The philosophy of blockchain and cryptocurrencies
  - Business strategy
- 5 Current solutions to digital identity
  - Institutional identity
  - Non-institutional identity
- 6 R&D methodology**
  - Main areas/tasks
  - Main technical/scientific lines
  - Main deliverables
  - General timeline**
- 7 Regulatory Framework
  - Finance



# General timeline

The first iteration of the project would last from 3 to 5 years, with the goal of implementing and deploying a first software. Roughly speaking the project could be divided in the following phases:

- 1 Research: state of the art, basic research, applied research, communication (1-2 years).
- 2 Development: experimentation, simulation, research, development, integration, testing (1-2 years).
- 3 Deployment: scale, testing, configuration, deployment, maintenance, monitoring (1-2 years).



# Outline I

- 1 Introduction
  - Turing Machines vs. Information
  - 80 years later
  - Blockchain
  - Cryptography
- 2 General idea of this project
  - Working hypothesis
  - Some questions to be addressed
- 3 More details about general SoA
  - McKinsey
  - Gensler, MIT
  - Boneh, Stanford University



# Outline II

## 4 The philosophy of blockchain and cryptocurrencies

- Business strategy

## 5 Current solutions to digital identity

- Institutional identity
- Non-institutional identity

## 6 R&D methodology

- Main areas/tasks
- Main technical/scientific lines
- Main deliverables
- General timeline

## 7 Regulatory Framework

- Finance



# Ley de empresas emergentes







# Plan de Recuperación



# Summary

- The **first main message** of your talk in one or two lines.
- The **second main message** of your talk in one or two lines.
- Perhaps a **third message**, but not more than that.
- Outlook
  - Something you haven't solved.
  - Something else you haven't solved.