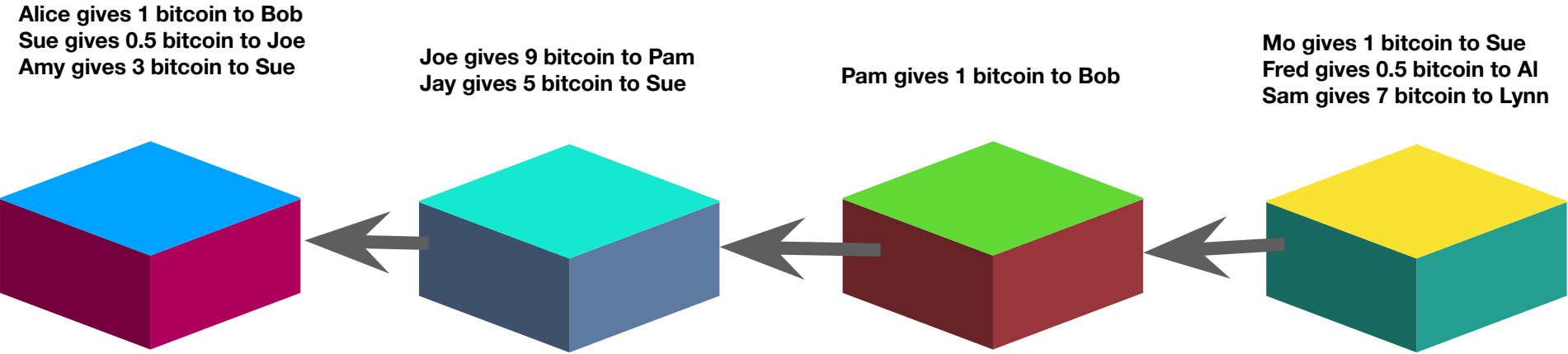


Parachains and XCMP

Polkadot.

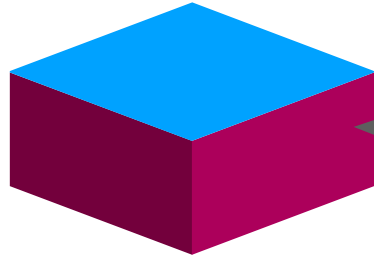


Alice gives 1 bitcoin to Bob
Sue gives 0.5 bitcoin to Joe
Alice gives 3 bitcoin to Sue

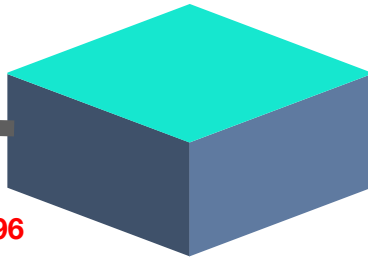
Joe gives 9 bitcoin to Pam
Jay gives 5 bitcoin to Sue

Pam gives 1 bitcoin to Bob

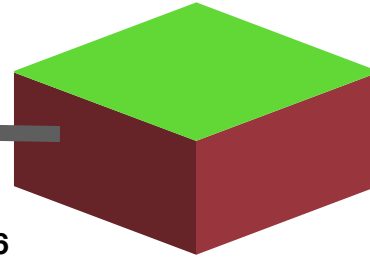
Mo gives 1 bitcoin to Sue
Fred gives 0.5 bitcoin to Al
Sam gives 7 bitcoin to Lynn



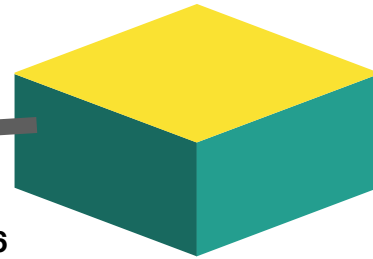
Alice: 96
Bob: 1
Sue: 3
Joe: 10
Pam: 0
Jay: 10



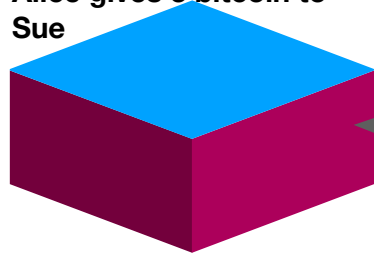
Alice: 96
Bob: 1
Sue: 3
Joe: 1
Pam: 9
Jay: 5
Sue: 6



Alice: 96
Bob: 2
Sue: 3
Joe: 1
Pam: 8
Jay: 5
Sue: 6

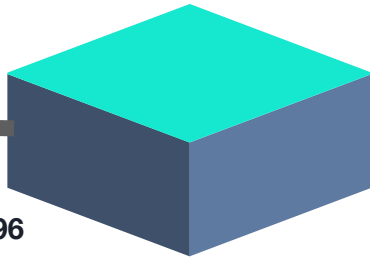


Alice gives 1 bitcoin to Bob
Sue gives 0.5 bitcoin to Joe
Alice gives 3 bitcoin to Sue



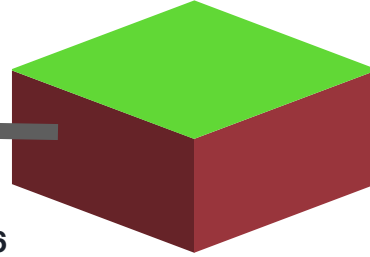
Alice: 96
Bob: 1
Sue: 3
Joe: 10
Pam: 0
Jay: 10

Joe gives 9 bitcoin to Pam
Jay gives 5 bitcoin to Sue
~~Bob gives 100 bitcoin to Sue~~



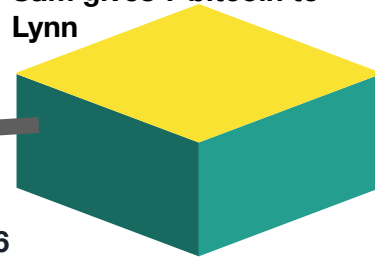
Alice: 96
Bob: 1
Sue: 3
Joe: 1
Pam: 9
Jay: 5
Sue: 6

Pam gives 1 bitcoin to Bob



Alice: 96
Bob: 2
Sue: 3
Joe: 1
Pam: 8
Jay: 5
Sue: 6

Mo gives 1 bitcoin to Sue
Fred gives 0.5 bitcoin to Al
Sam gives 7 bitcoin to Lynn



Polkadot.

State Transition
Function
(rules for state
transitions)

State
Transition

Joe gives 9 bitcoin to Pam
Jay gives 5 bitcoin to Sue
~~Bob gives 100 bitcoin to Sue~~

Pam gives 1 bitcoin to
Bob

Mo gives 1 bitcoin to Sue
Fred gives 0.5 bitcoin to
Al
Sam gives 7 bitcoin to
Lynn

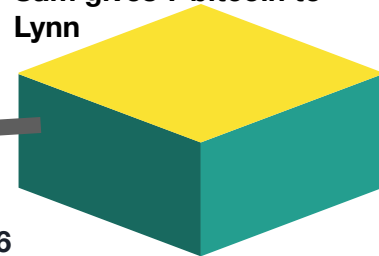
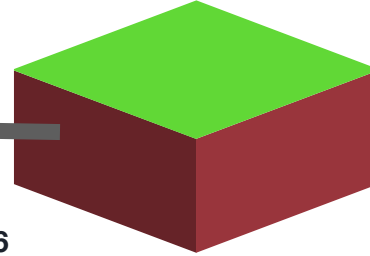
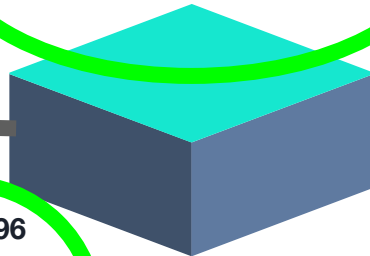
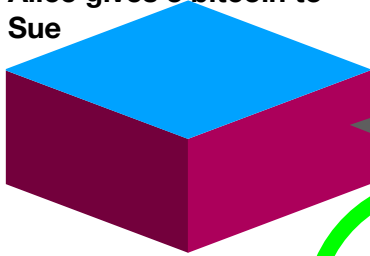
Alice: 96
Bob: 1
Sue: 3
Joe: 10
Pam: 0
Jay: 10

State

Alice: 96
Bob: 1
Sue: 3
Joe: 1
Pam: 9
Jay: 5
Sue: 6

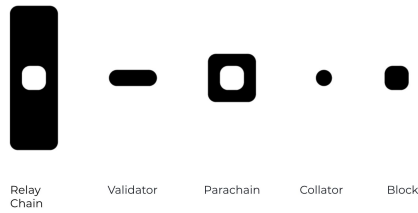
Alice: 96
Bob: 2
Sue: 3
Joe: 1
Pam: 8
Jay: 5
Sue: 6

Alice gives 1 bitcoin to
Bob
Sue gives 0.5 bitcoin to
Joe
Alice gives 3 bitcoin to
Sue



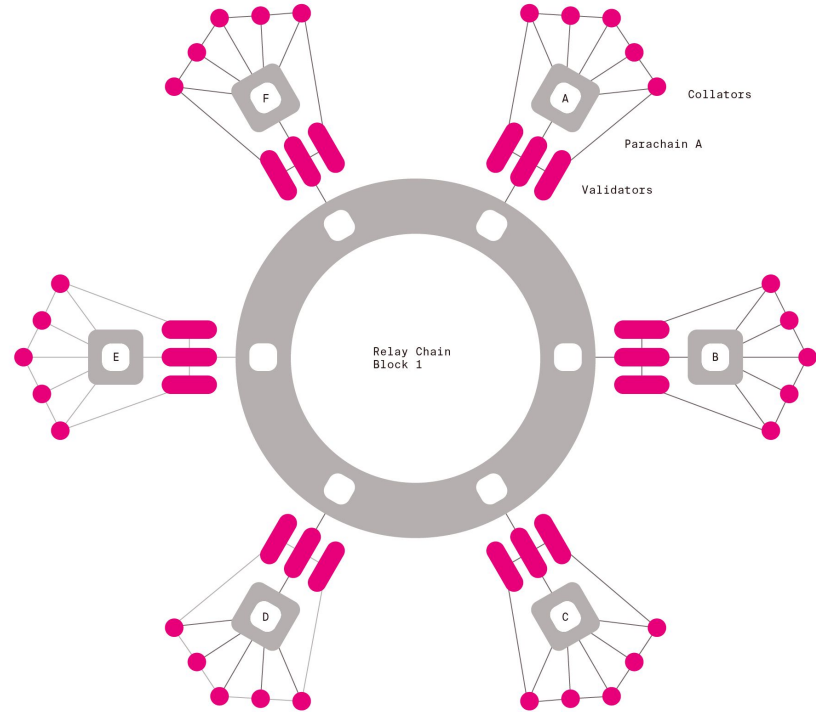
Polkadot Architecture:

Polkadot.



RELAY CHAIN
The connector chain of Polkadot that provides strong economic security and an interoperability protocol.

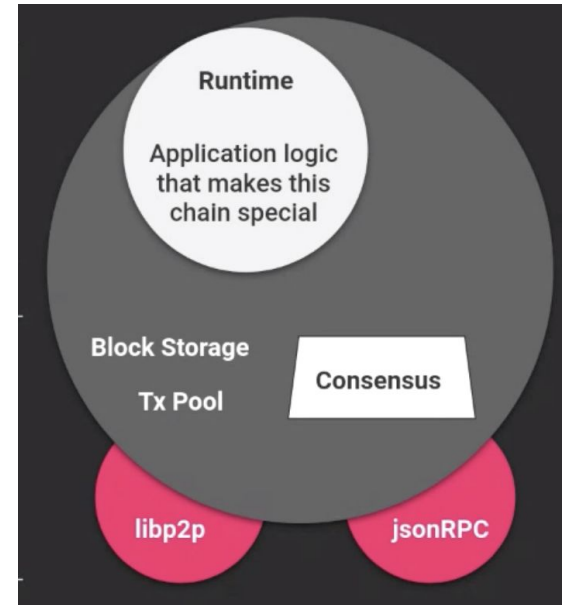
PARACHAINS / PARATHREADS
Third-party chains that connect to Polkadot for interoperability, scalability, and pooled security.



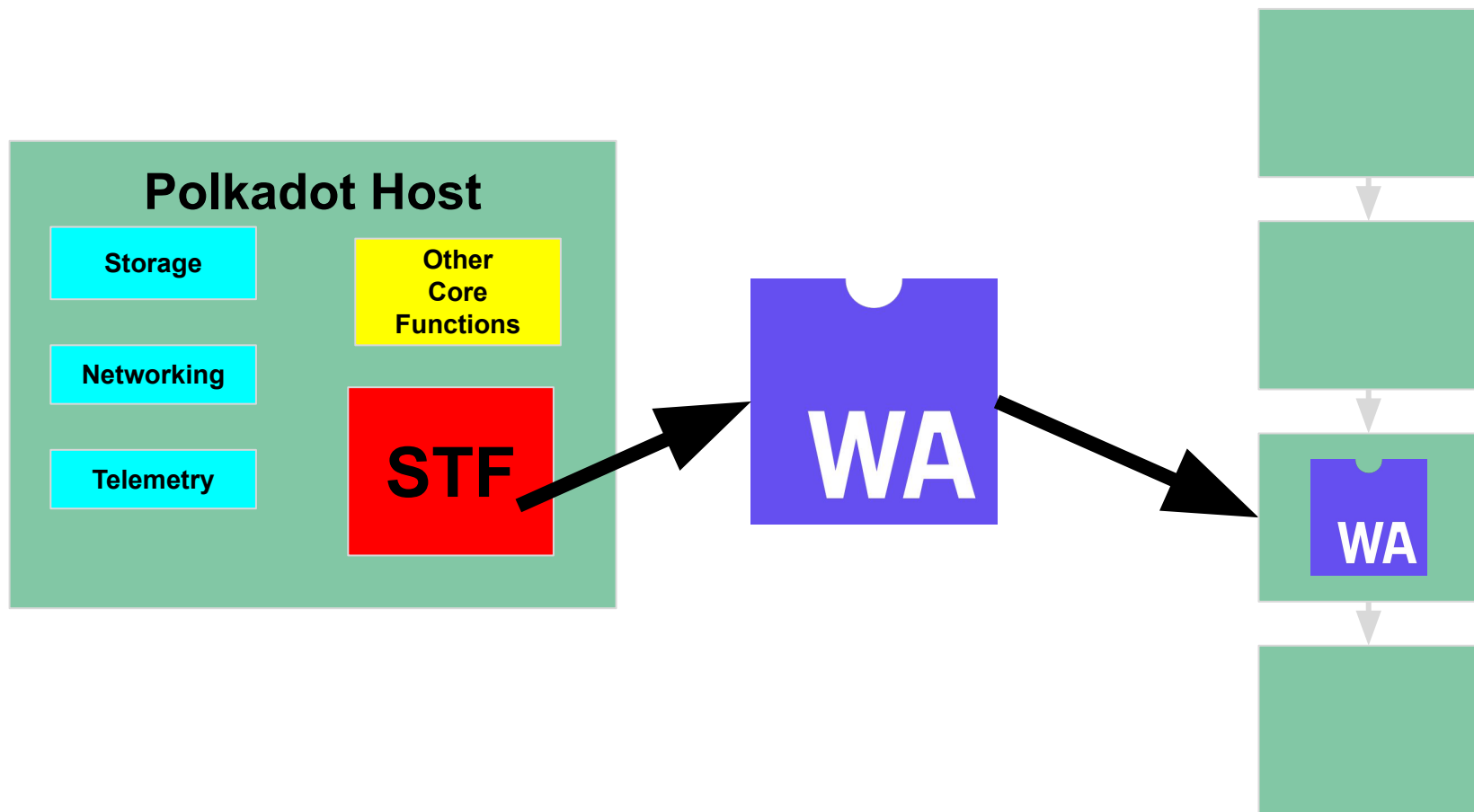
Polkadot. Parachains

With Polkadot, anyone can build a blockchain with a state transition function defined as a WebAssembly blob.

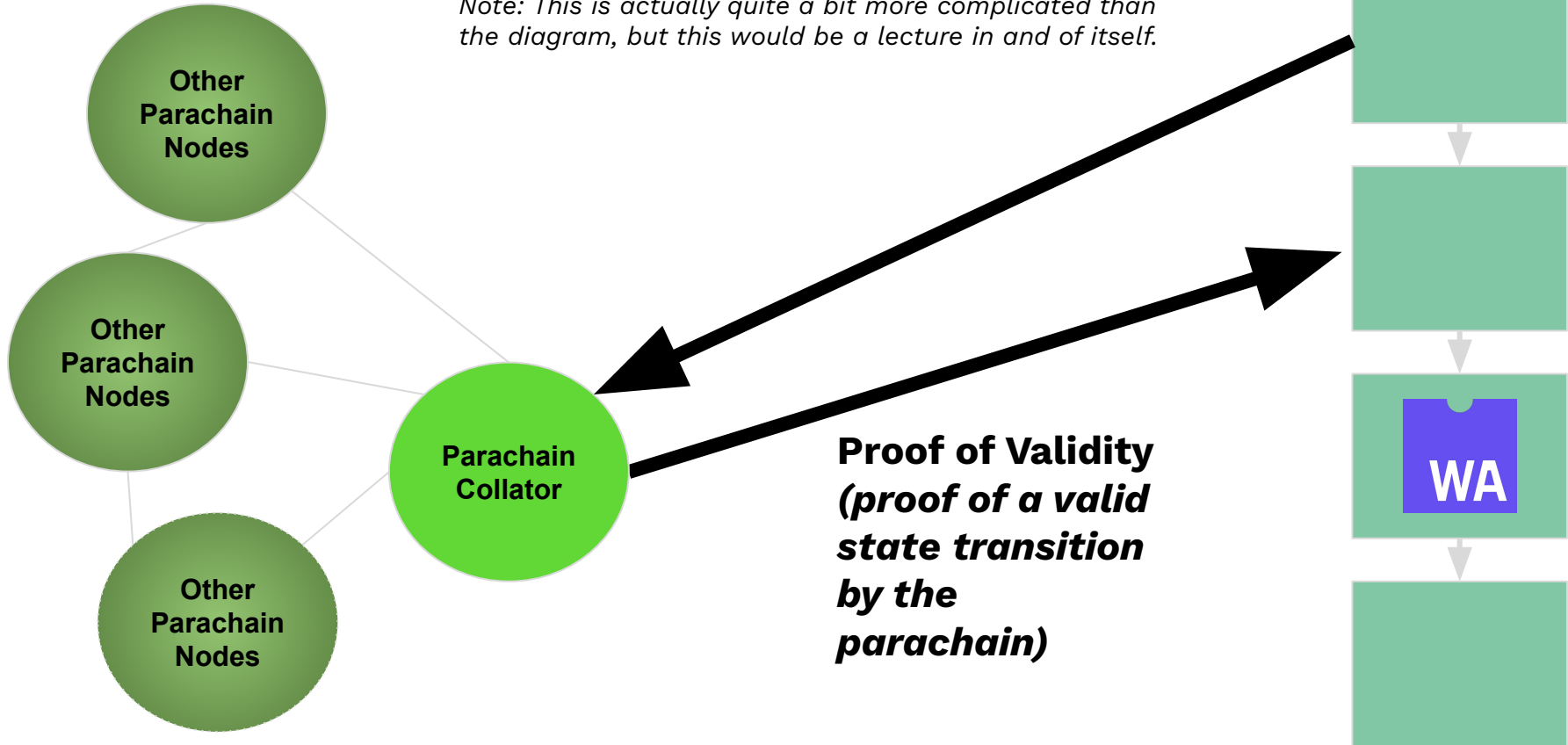
Using Substrate, you get other ancillary features (like networking and consensus) for “free” - you don’t have to write code for this, but rather focus on what makes your chain unique (e.g. governance, tokenomics, smart contract virtual machines, etc.)



Polkadot.



Note: This is actually quite a bit more complicated than the diagram, but this would be a lecture in and of itself.



So the question is...
why is this interesting?

Polkadot.

It allows heterogeneous chains to easily and securely communicate and interact with each other.

**Communication can occur
through X-Chain Messaging
Protocol -**

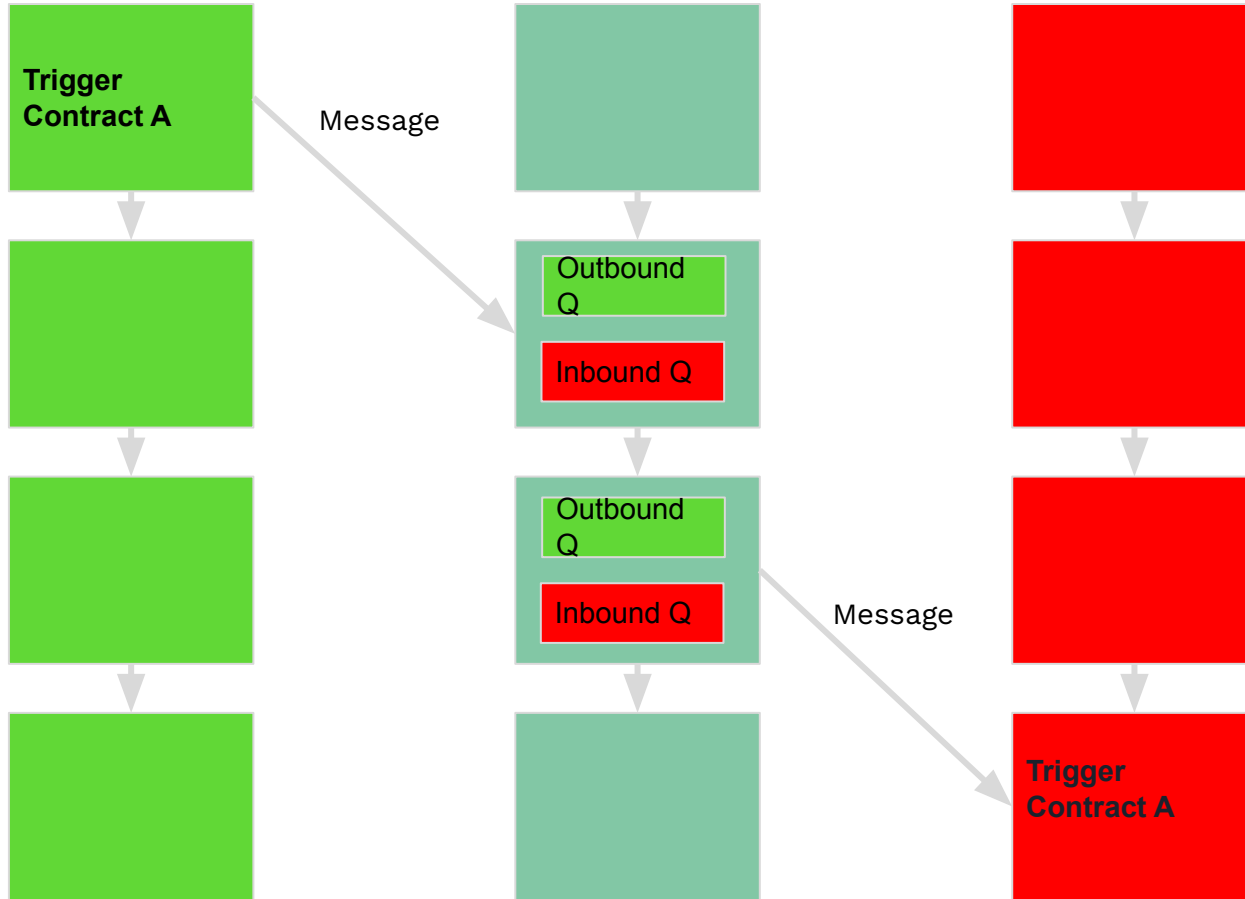
XCMP

Simple Version:

XCMP-Lite (HRMP)

Polkadot.

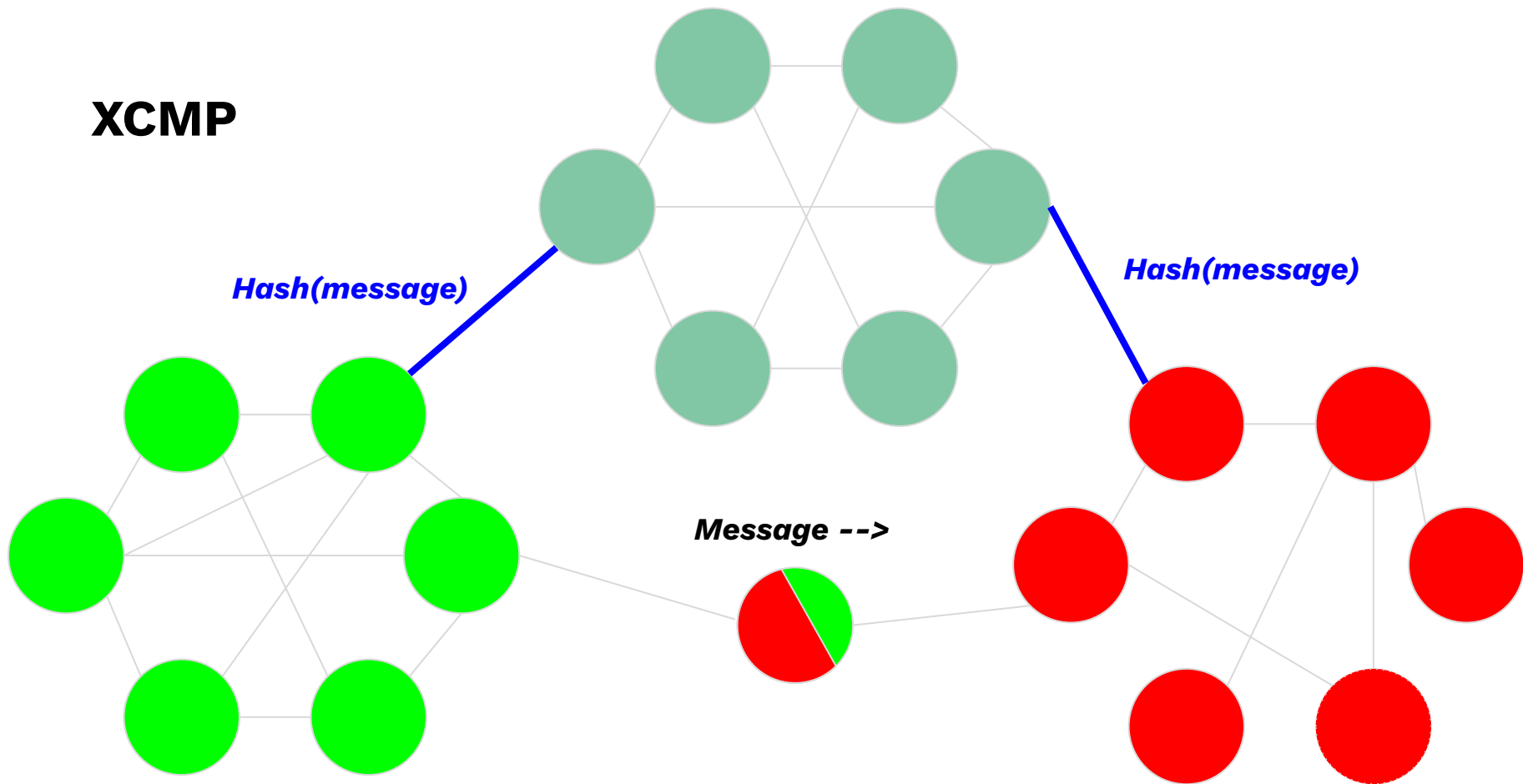
Relay Chain



Since parachains “Red” and “Green” depend on consensus of the Relay Chain, we can guarantee delivery as long as there is continued block production and finalization on these chains.

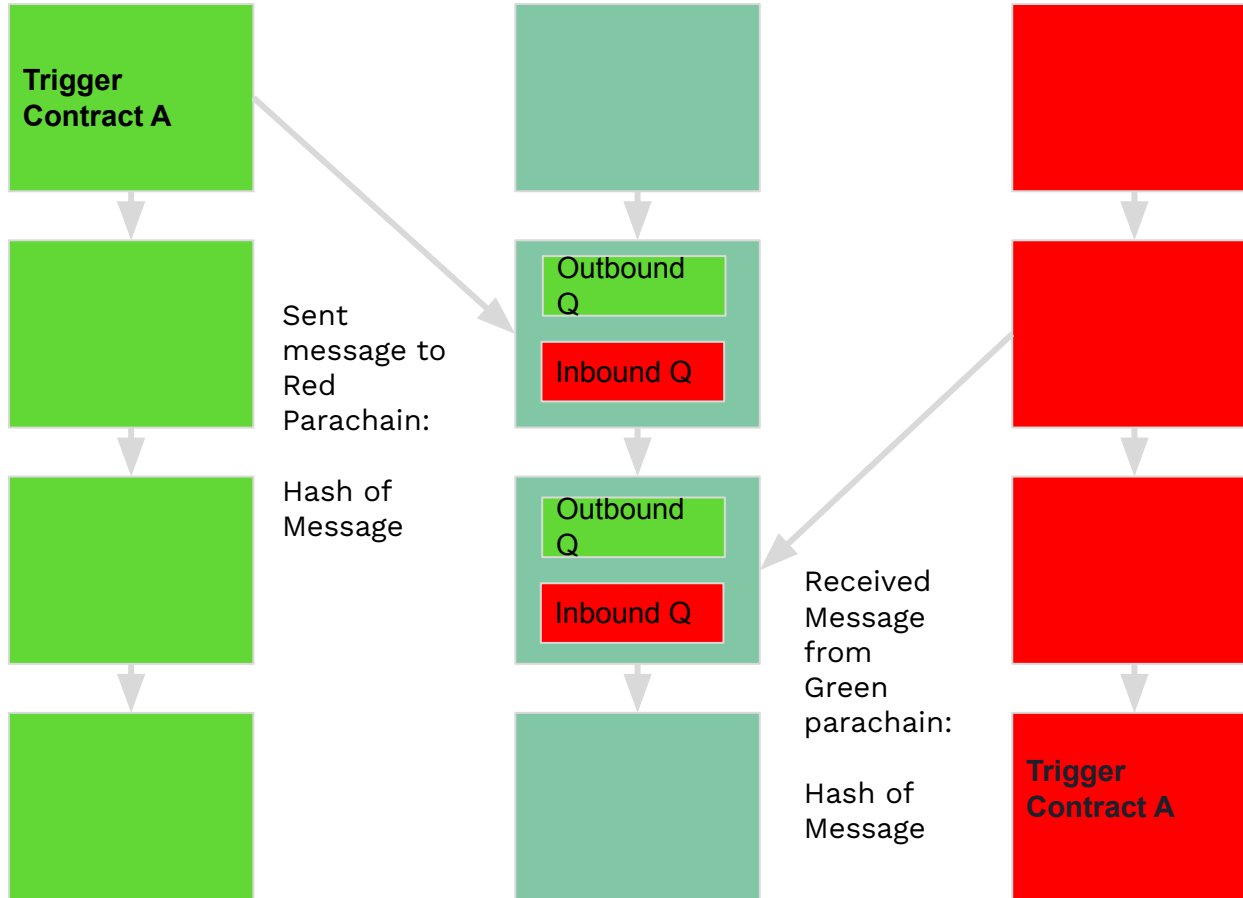
Polkadot.

XCMP



Polkadot.

Relay Chain



If Red parachain does not receive the message after a certain number of blocks, it can fall back to requesting the message through HRMP (XCMP-Lite, i.e., directly through the relay chain)