

# Zero-Knowledge Proofs: An Introduction

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## Outline

- 1 Introduction to Zero-Knowledge Proofs
  - Motivating Toy Example
  - ZK Universality
  - Graph 3-Coloring Example
  - $\Sigma$  Protocols
- 2 zk-SNARKs
- 3 zk-STARKs
- 4 Applications of Zero-Knowledge Proofs
- 5 Conclusion

## Outline

- 1 Introduction to Zero-Knowledge Proofs
- 2 zk-SNARKs
- 3 zk-STARKs
- 4 Applications of Zero-Knowledge Proofs
- 5 Conclusion

## What is a Zero-Knowledge Proof?

A **zero-knowledge proof (ZKP)** is an interactive (or non-interactive) protocol in which a *prover*  $P$  convinces a *verifier*  $V$  that a statement  $x \in L$  (for some NP language  $L$ ) holds, while revealing *nothing* beyond the validity of  $x$ .

Typical uses:

- Password-less authentication (prove knowledge of secret key).
- Private compliance proofs (age, solvency, credentials).
- Blockchain validity & privacy (zk-rollups, shielded transfers).

Two flavours: **interactive** (multi-round) and **non-interactive** (Fiat-Shamir or setup CRS).

## Completeness, Soundness, Simulator Zero Knowledge

**Completeness** If  $P$  is honest and knows a witness  $w$ ,  $V$  accepts.

**Soundness** Without valid witness, any cheating  $P^*$  convinces  $V$  with probability  $\leq \epsilon(\lambda)$ .

**Zero Knowledge** There exists a **Simulator**  $S$  that, without access to  $w$ , produces a transcript indistinguishable from a real interaction. Thus  $V$  gains no knowledge beyond “ $x$  is true.”

**Simulator intuition.**  $S$  *rewinds* the verifier, guesses (or programs) its random challenges, and forges consistent messages. If  $V$  cannot tell whether it talked to  $P$  or  $S$ , the protocol is zero-knowledge.

## Every NP Language Has a ZK Proof (GMW '86)

Under the existence of one-way functions, *any* NP statement admits an interactive ZKP. The high-level construction:

- Reduce the NP relation to *Circuit-SAT*.
- Use bit-commitments + random challenges so that a simulator can rewind.

Practical systems (SNARKs/STARKs) build on this foundation to achieve succinctness and efficiency.

## Color-Blind Ball Example — Problem & Protocol

**Problem.** Prover holds two visually identical balls, one **red** and one **green**. Verifier is color-blind and doubts they differ.

**Goal.** Convince verifier the balls have different colors *without* revealing which is which (zero knowledge).

**Interactive protocol (repeat  $k$  rounds).**

- 1 **Commit** —  $P$  hands both balls to  $V$ .
- 2 **Challenge** —  $V$  hides the balls behind his back and with prob.  $1/2$  swaps them.
- 3 **Response** —  $V$  shows the balls;  $P$  states “swapped / not swapped.”
- 4 **Verification** —  $V$  accepts if answer correct.

**Analysis.** If colors differ, success prob. = 1. If identical,  $\Pr[\text{cheat}] = 2^{-k}$ .  $V$  learns nothing about the actual colors—their positions reveal no extra information—so the protocol is zero-knowledge.

## Graph 3-Coloring — Problem Statement

**Decision problem.** Given an undirected graph  $G = (V, E)$ , does there exist a mapping  $\chi : V \rightarrow \{r, g, b\}$  such that  $\chi(u) \neq \chi(v)$  for all  $(u, v) \in E$ ?

**Fact.** 3-Coloring is NP-complete; witness = a proper coloring.

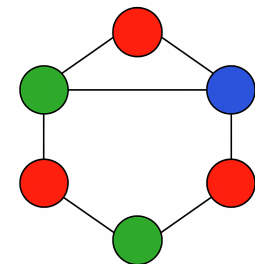
For  $k$  rounds repeat:

- 1 **Commit** — Prover randomly permutes color labels ( $r, g, b$ ) and commits each vertex color (e.g., envelopes or Pedersen commitments).
- 2 **Challenge** — Verifier selects random edge  $(u, v)$ .
- 3 **Response** — Prover opens colors of  $u$  and  $v$ .
- 4 **Check** — Verifier ensures revealed colors differ.

**Soundness.** Cheating probability  $(2/3)^k$ .

**Zero knowledge.** Fresh permutation each round hides global coloring; simulator commits with random colors then programs the challenge edge via rewind.

Graph 3-Coloring



## $\Sigma$ Protocol

Three-move structure for relation  $R(x, w)$ :

- ① *Commit*  $t \leftarrow P(x, w)$
- ② *Challenge*  $c \leftarrow V$  (uniform in  $\mathcal{C}$ )
- ③ *Response*  $s \leftarrow P(t, c, w)$

### Key properties

- *Special soundness*: two accepting transcripts with identical  $t$  but  $c \neq c' \Rightarrow$  extractor computes  $w$ .

Sigma protocols are building blocks for many practical ZK systems (e.g. Schnorr, Plonk).

## Schnorr Protocol

**Group assumption.** Finite cyclic group  $\mathbb{Z}_p^*$  of order  $q$  with generator  $g$  (Discrete-Log hard). Secret  $x \in \mathbb{Z}_q^*$ , public key  $y = g^x \bmod p$ .

**Goal** proof of knowledge of  $x$  without releasing any more information

### Protocol steps

- ① **Commit** — Prover picks  $r \leftarrow \mathbb{Z}_q^*$ , sends  $t = g^r \bmod p$ .
- ② **Challenge** — Verifier samples  $c \leftarrow \mathbb{Z}_q^*$  uniformly.
- ③ **Response** — Prover returns  $s = r + cx \bmod q$ .
- ④ **Verify** — Accept if  $g^s = ty^c \bmod p$ .

## Schnorr — Completeness · Soundness · Simulator (HVZK)

**Completeness** —  $g^x = g^{r+cx} = ty^c$ .

**Soundness** — Probability that  $P^*$  cheats an honest verifier:  $1/q$  - negligible.

**Special soundness** — Two valid  $(t, c, s)$  &  $(t, c', s') \Rightarrow$   
 $x = (s - s')(c - c')^{-1} \bmod q$ .

### Simulator for HVZK

- ① Choose  $s \leftarrow \mathbb{Z}_q$  first.
- ② Choose  $c \leftarrow \mathbb{Z}_q$  second.
- ③ Compute  $t = g^s y^{-c}$  so the verify equation holds.

Thus  $(t, c, s)$  indistinguishable from a real transcript when verifier is *honest* (uniform  $c$ ). If verifier chooses  $c$  adaptively, indistinguishability no longer holds protocol offers honest-verifier ZK only.

## Fiat-Shamir Transform — From Interactive to Non-interactive

**Idea.** Replace verifier's random challenge with the output of a cryptographic hash:

$$c = H(\text{statement} \parallel t)$$

### Why it works.

- In the *Random Oracle Model*,  $H$  behaves like a public, unpredictable coin flip, giving the prover a way to sample  $c$  deterministically yet pseudo-randomly.
- Anyone can recompute  $c$  turns 3-move Sigma protocol into a single message proof / signature.
- Security reduction: forging a non-interactive proof implies breaking the original interactive protocol or programming the random oracle as hard as the underlying assumption (DLog).

**Example.** Applying Fiat-Shamir to Schnorr yields the widely-deployed Schnorr digital signature scheme (Taproot, EdDSA-variants).

## Outline

### 1 Introduction to Zero-Knowledge Proofs

### 2 zk-SNARKs

- What is a zk-SNARK?
- Motivation
- Design Goals and Constraints
- From Programs to Polynomials
- Rank-1 Constraint Systems (R1CS)
- Step One: Non-Interactive Scheme Design
- Step Two: Basic Pairing Equation Construction
- Step Three: Handling Linear Combination Constraints
- Step Four: Separating Public and Private Inputs
- Step Five: Zero-Knowledge Construction
- Step Six: Complete Formula Derivation
- Mathematical Principles of Design Choices
- Complete Groth16 Protocol

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## Why zk-SNARKs?

- **Scalable verification:** quickly verify large computations without re-execution – essential for blockchains and verifiable cloud computation.
- **Privacy:** proofs reveal nothing about the witness (e.g. private transactions in Zcash).
- **Applications:** zk-Rollups, private asset proofs, compliant confidentiality, verifiable machine learning, ...

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## zk-SNARK Definition

A **zk-SNARK** is a **Succinct, Non-interactive, Argument** of Knowledge that is also **Zero-Knowledge**.

- **Succinct** – proofs are tiny and verification time is poly-logarithmic (often constant) in the size of the computation.
- **Non-interactive** – a single message proof (no back-and-forth); achieved through a trusted CRS or Fiat-Shamir.
- **Argument of Knowledge** – if a prover convinces the verifier, there exists an extractor that can recover a valid witness (computational soundness).
- **Zero-Knowledge** – the proof reveals nothing about the witness beyond the fact that it exists and satisfies the statement.

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## Basic Requirements

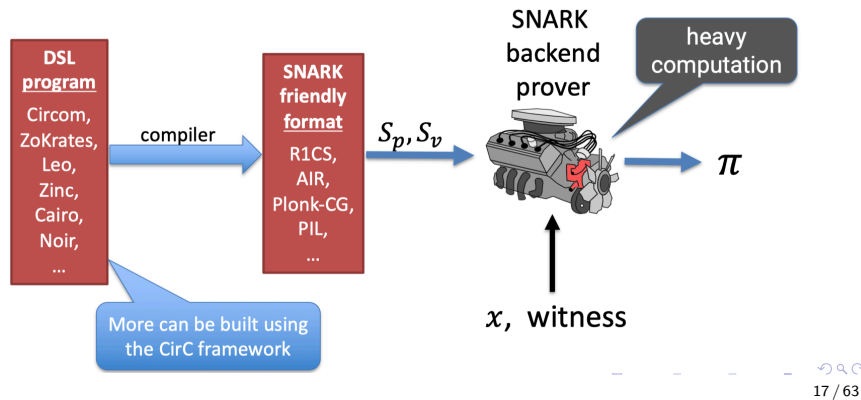
We need to construct a zk-SNARK protocol that satisfies:

- **Completeness:** An honest prover can always generate a valid proof
- **Soundness:** A malicious prover cannot generate a valid proof for a false statement
- **Zero-Knowledge:** The proof does not leak witness information
- **Succinctness:** Proof size and verification time are independent of circuit size

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## Common SNARK Template

- Convert program to arithmetic circuit
- Convert arithmetic circuit to polynomial
- Build an argument to prove something about the poly.
- Add on other features generically, e.g., zk



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## QAP Satisfiability

Given a QAP instance, we need to prove the existence of a witness such that:

$$A(X) \cdot B(X) - C(X) = H(X) \cdot t(X)$$

where:

$$A(X) = \sum_{i=0}^n a_i \cdot u_i(X) \quad (1)$$

$$B(X) = \sum_{i=0}^n a_i \cdot v_i(X) \quad (2)$$

$$C(X) = \sum_{i=0}^n a_i \cdot w_i(X) \quad (3)$$

## Rank-1 Constraint System

Each constraint  $j$ :

$$(a_j \cdot \mathbf{w}) \times (b_j \cdot \mathbf{w}) = (c_j \cdot \mathbf{w}).$$

Witness vector  $\mathbf{w} = (1, \text{inputs}, \text{aux})$  satisfies all  $m$  constraints  $\iff$  circuit correct.

### What is a constraint?

A SNARK verifier does not “run” a program—it checks that *output values satisfy predetermined relations*. A collection of such relations forms a **Rank-1 Constraint System (R1CS)**.

- **Booleanity:** enforce  $a \in \{0, 1\}$  via  $a(a - 1) = 0$ .
- **Constant equality:** enforce  $a = 2$  via  $(a - 2) \cdot 1 = 0$ .
- **Bit-range (4-bit) check:**  
 $a = b_3 2^3 + b_2 2^2 + b_1 2^1 + b_0$ , with  $b_i(b_i - 1) = 0$ .

Complex relations are decomposed into such quadratic constraints.

## Non-Interactive Scheme Design

To achieve non-interactivity, we need to “bake in” all necessary random challenges during the trusted setup.

**Key Insight:** Using the properties of bilinear pairings, we can perform polynomial operations in the exponent without exposing the polynomials themselves.

## Naive Approach

For the QAP relation:

$$A(X) \cdot B(X) - C(X) = H(X) \cdot t(X)$$

The most straightforward idea is to verify:

$$A(\tau) \cdot B(\tau) - C(\tau) = H(\tau) \cdot t(\tau)$$

Based on bilinear pairings,

$$e(g^{A(\tau)}, g^{B(\tau)}) = e(g^{C(\tau)} \cdot g^{H(\tau) \cdot t(\tau)}, g)$$

**Problem:** This approach has serious soundness issues:

- The prover may not know the polynomials corresponding to  $A(\tau)$ ,  $B(\tau)$ ,  $C(\tau)$
- Cannot guarantee that  $A$ ,  $B$ ,  $C$  have the correct structure

## Structured Constraints

We need to constrain the form of  $A$ ,  $B$ ,  $C$ . Introduce the idea of knowledge extraction:

**First Improvement:** Using  $\alpha$ -shift technique

$$\pi_A = g^{\alpha + A(\tau)} \quad (4)$$

$$\pi_B = g^{\beta + B(\tau)} \quad (5)$$

Verification:

$$e(\pi_A / g^\alpha, \pi_B / g^\beta) = e(g^{C(\tau)} \cdot g^{H(\tau) \cdot t(\tau)}, g)$$

This way, the prover must “know”  $A(\tau)$ ,  $B(\tau)$  to compute the correct  $\pi_A$ ,  $\pi_B$ .

## Problem Identification

Even with  $\alpha$ -shift, the prover can still:

- Use incorrect coefficient combinations
- Not follow the linear structure of QAP

We need to ensure that  $A(X)$ ,  $B(X)$ ,  $C(X)$  are indeed correct linear combinations of  $u_i(X)$ ,  $v_i(X)$ ,  $w_i(X)$ .

**Second Improvement:** Introduce linear combination check

For each  $i$ , include in the preprocessing parts:

$$g^{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}$$

This way, the prover must use consistent coefficients  $\{a_i\}$ .

## Public Input Handling

The first  $\ell$  variables are public, and the verifier should be able to use them directly.

**Third Improvement:** Separate verification

$$e(g^{A(\tau)}, g^{B(\tau)}) = e(g^{C(\tau)}, g) \cdot e(g^{H(\tau)}, g^{t(\tau)}) \quad (6)$$

$$\pi_A = g^{\alpha + A(\tau)} \quad (7)$$

$$\pi_B = g^{\beta + B(\tau)} \quad (8)$$

## Introducing Grouping Parameters

Use different “grouping” parameters  $\gamma$ ,  $\delta$  to separate public and private parts:

- $\gamma$  for public inputs
- $\delta$  for private inputs

Include in the setup:

$$g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\gamma}} \text{ (for public inputs)}$$

$$g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\delta}} \text{ (for private witness)}$$

## Maintaining Verification Equation

After randomization, we need to adjust  $\pi_C$  to maintain the balance of the verification equation:

**Derivation Process:** Expanding the target equation:

$$(\alpha + A(\tau) + r\delta)(\beta + B(\tau) + s\delta) = ?$$

The right side should equal:

$$\alpha\beta + [\text{public part}] + [\text{private part}] + [\text{randomization compensation terms}]$$

To balance the randomization terms,  $\pi_C$  must include:

$$A(\tau) \cdot s + B(\tau) \cdot r - r \cdot s \cdot \delta$$

## Information Leakage Problem

The current construction still leaks information about the witness.

**Fourth Improvement:** Introduce randomization

$$\pi_A = g^{\alpha + A(\tau) + r\delta} \quad (9)$$

$$\pi_B = g^{\beta + B(\tau) + s\delta} \quad (10)$$

where  $r, s$  are random numbers.

## Complete Form of Verification Equation

The verification equation decomposes into:

$$e(\pi_A, \pi_B) = e(g^\alpha, g^\beta) \cdot e(\text{IC}, g^\gamma) \cdot e(\pi_C, g^\delta)$$

where:

$$\text{IC} = \sum_{i=0}^{\ell} a_i \cdot g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\gamma}} \quad (11)$$

$$= g^{\frac{\sum_{i=0}^{\ell} a_i (\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau))}{\gamma}} \quad (12)$$

- Public part:  $\sum_{i=0}^{\ell} a_i \cdot (\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau))$
- Private part:  $\sum_{i=\ell+1}^n a_i \cdot (\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau))$

## Complete Form Derivation of $\pi_C$ – Steps 1-3

**Step 1:** Start from verification equation

$$e(\pi_A, \pi_B) = e(g^\alpha, g^\beta) \cdot e(IC, g^\gamma) \cdot e(\pi_C, g^\delta)$$

**Step 2:** Expand left side

$$e(g^{\alpha+A(\tau)+r\delta}, g^{\beta+B(\tau)+s\delta})$$

**Step 3:** Expand product

$$= e(g, g)^{(\alpha+A(\tau)+r\delta)(\beta+B(\tau)+s\delta)}$$

## Complete Form Derivation of $\pi_C$ – Final Form

**Step 7:** Rearrange Using the QAP relation and coefficient matching:

$$\alpha B(\tau) + A(\tau)\beta = \sum_{i=0}^n a_i(\alpha v_i(\tau) + \beta u_i(\tau))$$

**Step 8:** Final form

$$\pi_C = g^{\frac{\sum_{i=\ell+1}^n a_i(\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)) + H(\tau) \cdot t(\tau) + A(\tau) \cdot s + B(\tau) \cdot r - r \cdot s \cdot \delta}{\delta}}$$

Note that the sign adjustment here is to match the actual verification equation.

## Complete Form Derivation of $\pi_C$ – Steps 4-6

**Step 4:** Expand right side

$$e(g^\alpha, g^\beta) \cdot e(IC, g^\gamma) \cdot e(\pi_C, g^\delta) \quad (13)$$

$$= e(g, g)^{\alpha\beta} \cdot e(g, g)^{\frac{IC \text{ exponent}}{\gamma}} \cdot e(g, g)^{\frac{\pi_C \text{ exponent}}{\delta}} \quad (14)$$

**Step 5:** Match coefficients For the equation to hold, the exponent of  $\pi_C$  must satisfy a specific form.

**Step 6:** Utilize QAP relation Since  $A(\tau) \cdot B(\tau) = C(\tau) + H(\tau) \cdot t(\tau)$ , we can rearrange terms.

## Why Choose This Grouping Method?

**Role of  $\gamma$  grouping:**

- Separates public inputs from private parts
- Allows verifier to compute public part independently
- Provides additional algebraic structure constraints

**Role of  $\delta$  grouping:**

- Provides “carrier” for randomization
- Ensures zero-knowledge property
- Maintains balance of verification equation



## Why Are Cross Terms Necessary?

The necessity of cross terms  $A(\tau) \cdot s + B(\tau) \cdot r - r \cdot s \cdot \delta$ :

**Mathematical Necessity:** When we add randomization terms  $r\delta, s\delta$  to  $\pi_A, \pi_B$ , the expansion of the verification equation naturally produces cross terms. To maintain equation balance, these terms must be compensated in  $\pi_C$ .

**Algebraic Consistency:** Without these cross terms, the verification equation would fail because the left side has  $(r\delta) \cdot (s\delta) = rs\delta^2$  terms, while the right side has no corresponding terms.

## Why Is This Construction Optimal?

- ① **Minimizes group operations:** Only needs 3 group elements
- ② **Minimizes pairing count:** Only needs 3 pairing operations
- ③ **Maximizes security:** Provides complete zero-knowledge and knowledge extraction guarantees
- ④ **Maximizes efficiency:** Verification time is independent of circuit size

## Groth16 Protocol – Setup

### Trusted Setup Generation:

- Choose random numbers  $\alpha, \beta, \gamma, \delta, \tau$

- **Proving Key:**

- $\{g^{\tau^i}\}_{i=0}^d, \{g^{\alpha\tau^i}\}_{i=0}^d, \{g^{\beta\tau^i}\}_{i=0}^d$
- $\{g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\delta}}\}_{i=\ell+1}^n$
- $g^{\frac{t(\tau)}{\delta}}$

- **Verification Key:**

- $g^\alpha, g^\beta, g^\gamma, g^\delta$
- $\{g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\gamma}}\}_{i=0}^\ell$

**Destroy:**  $\alpha, \beta, \gamma, \delta, \tau$  must be destroyed.

## Groth16 Protocol – Proving

### Prover Computation:

- ① Choose random numbers  $r, s \in \mathbb{F}_q$
- ② Compute polynomials  $A(X), B(X), C(X), H(X)$
- ③ Generate proof:

$$\pi_A = g^{\alpha + A(\tau) + r\delta} \quad (15)$$

$$\pi_B = g^{\beta + B(\tau) + s\delta} \quad (16)$$

$$\pi_C = g^{\frac{C(\tau) + H(\tau) \cdot t(\tau)}{\delta} + A(\tau) \cdot s + B(\tau) \cdot r - rs\delta} \quad (17)$$

**Proof Size:** Only 3 group elements  $(\pi_A, \pi_B, \pi_C)$ , independent of circuit size!

## Groth16 Protocol – Verification

### Verifier Check:

- 1 Parse proof  $(\pi_A, \pi_B, \pi_C)$  and public inputs  $(a_0, a_1, \dots, a_\ell)$
- 2 Compute  $IC = \prod_{i=0}^{\ell} (g^{\frac{\beta u_i(\tau) + \alpha v_i(\tau) + w_i(\tau)}{\gamma}})^{a_i}$
- 3 Verify pairing equation:

$$e(\pi_A, \pi_B) = e(g^\alpha, g^\beta) \cdot e(IC, g^\gamma) \cdot e(\pi_C, g^\delta)$$

**Verification Cost:** 3 pairing operations + linear work (public inputs)

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- 2 zk-SNARKs
- 3 zk-STARKs
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  - zk-STARKs vs zk-SNARKs
  - Core Technology
  - Protocol Example
  - Security Analysis
  - Performance Characteristics
  - Real-World Applications
  - Key Takeaways

## Summary

The mathematical formula of Groth16 is not designed out of thin air, but through the following step-by-step optimization process:

- 1 **Basic requirements** → QAP satisfiability proof
- 2 **Non-interactivity** → Bilinear pairing verification
- 3 **Knowledge extraction** →  $\alpha, \beta$ -shift techniques
- 4 **Structural constraints** → Linear combination check
- 5 **Input separation** →  $\gamma, \delta$  grouping
- 6 **Zero-knowledge** → Randomization and cross-term compensation

Each step is designed to solve the problems left by the previous step, ultimately forming a mathematically complete and efficiency-optimal zk-SNARK protocol. This derivation process demonstrates how abstract security requirements are transformed into concrete mathematical constructions in modern cryptographic protocol design.

## What are zk-STARKs?

- **Zero-Knowledge Scalable Transparent Arguments of Knowledge**
- Novel zero-knowledge proof system addressing key limitations of zk-SNARKs
- Introduced by Eli Ben-Sasson et al. to eliminate trusted setup requirements
- Built on hash functions and Reed-Solomon codes rather than elliptic curve cryptography

### Key Innovation

Achieve transparency, quantum resistance, and scalability by trading off proof size

## Comprehensive Comparison

Feature	zk-SNARKs	zk-STARKs
Trusted Setup	Required	Not Required
Proof Size	~128-256 bytes	~40-200 KB
Verification Time	Very Fast (ms)	Fast (log time)
Generation Time	Fast	Faster + Parallel
Quantum Security	Vulnerable	Resistant
Underlying Assumption	Elliptic Curve DLog	Hash + Reed-Solomon

## Trade-offs Analysis

### zk-SNARKs Advantages

- Extremely compact proofs
- Fast verification via pairings
- Mature technology
- Wide adoption

### zk-STARKs Advantages

- Transparent setup
- Quantum resistant
- Highly parallelizable
- No trusted third party

### zk-SNARKs Disadvantages

- Trusted setup ceremony
- Quantum vulnerability
- Transparency concerns

### zk-STARKs Disadvantages

- 100-1000× larger proofs
- Higher verification cost
- Technical complexity

## Arithmetic Intermediate Representation (AIR)

### 1 Execution trace table $\mathcal{T}$ :

- Rows: state at each time-step
- Columns: registers

### 2 Transition constraints:

Low-degree polynomial relations:

$$P_i(\mathcal{T}[j], \mathcal{T}[j+1]) = 0$$

### 3 Boundary constraints: Fix initial/final states

### 4 All constraints as *low-degree polynomials* over $\mathbb{F}_p$

Step	Reg 0	Reg 1	Reg 2
0	$s_0$	$s_1$	$s_2$
1	$s'_0$	$s'_1$	$s'_2$
2	$s''_0$	$s''_1$	$s''_2$

Boundary constraints are indicated by red arrows on the left and right sides of the table. Transition constraints are indicated by a red arrow pointing to the right between rows.

AIR enables efficient encoding of computational integrity proofs

## Low-Degree Extension (LDE)

- Given trace table  $\mathcal{T}$  of size  $n$ , interpolate each column to polynomial  $f_i(X)$  of degree  $< n$
- Evaluate  $f_i$  on expanded coset domain  $\mathbb{F}_p \setminus D$  of size  $m \gg n$
- Creates redundancy needed for error detection
- Commit to LDE values with Merkle tree (root  $R_1$ )

## FRI Protocol (Fast Reed-Solomon IOP)

- **Goal:** Prove function  $f: D \rightarrow \mathbb{F}_p$  is  $\varepsilon$ -close to some low-degree polynomial
- **Method:** Iterative domain folding:

$$f_{k+1}(X) = \frac{f_k(X) + f_k(X\omega)}{2}$$

- After  $\log |D|$  rounds, degree becomes tiny ( $\leq 1$ )
- Prover sends final polynomial coefficients; verifier checks random spots via Merkle proofs

## Concrete Example: Fibonacci Sequence Verification

### Problem

Prove knowledge of how to generate the  $n$ -th Fibonacci number without revealing intermediate computations

### Execution Trace:

Step $i$	$t_{i,0}$	$t_{i,1}$
0	1	1
1	1	2
2	2	3
3	3	5
4	5	8
$\vdots$	$\vdots$	$\vdots$

### Constraints:

- Transition:  $t_{i+1,0} = t_{i,1}$
- Transition:  
 $t_{i+1,1} = t_{i,0} + t_{i,1}$
- Boundary:  
 $t_{0,0} = 1, t_{0,1} = 1$

## Protocol Steps (1/2)

- 1 **Trace Construction:** Generate execution trace table  $\mathcal{T}$

- 2 **Polynomial Interpolation:**

- $f_0(X)$ : interpolation of column 0
- $f_1(X)$ : interpolation of column 1

- 3 **Constraint Composition:** Create combined polynomial

$$C(X) = \alpha_1 \cdot (f_0(\omega X) - f_1(X)) + \alpha_2 \cdot (f_1(\omega X) - f_0(X) - f_1(X))$$

where  $\alpha_1, \alpha_2$  are random challenges from verifier

- 4 **LDE & Commitment:**

- Evaluate polynomials on extended domain
- Commit via Merkle trees, send roots  $R_1, R_2$

## Protocol Steps (2/2)

- 5 **FRI Proof:** Prove constraint composition polynomial is low-degree

- Iterative folding:  $f_{k+1}(X) = [f_k(X) + f_k(-X)]/2$
- Commit each round's polynomial
- Send final polynomial coefficients

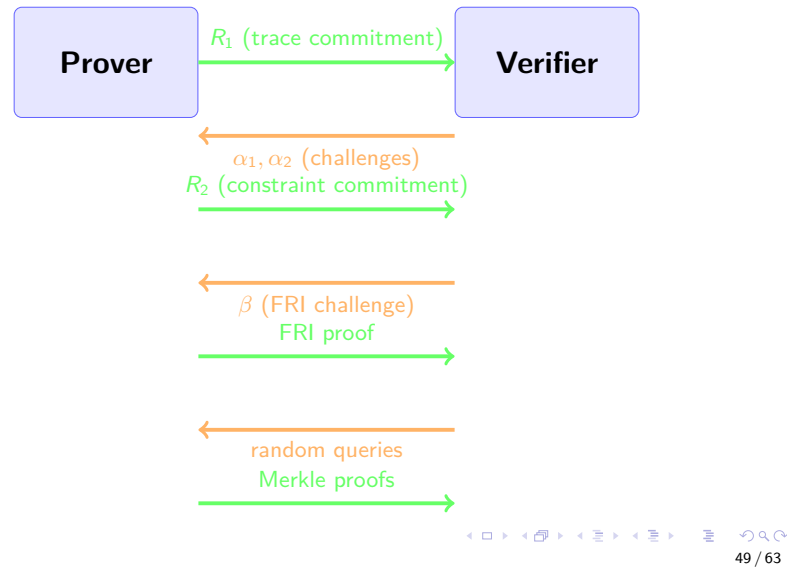
- 6 **Query Phase:**

- Verifier sends random query positions
- Prover provides Merkle proofs for all queries

- 7 **Verification:**

- Check Merkle proof consistency
- Verify FRI folding correctness
- Validate constraint satisfaction at random points

## Complete Protocol Flow



## Theoretical Complexity

- **Proof Generation:**  $O(n \log n)$  where  $n$  is trace length
  - **Proof Size:**  $O(\log^2 n)$
  - **Verification Time:**  $O(\log^2 n)$
  - **Parallelization:** Highly parallelizable across multiple cores/GPUs
- Navigation icons and page number 51 / 63 are at the bottom.

## Security Guarantees

- **Completeness:** If prover knows correct Fibonacci sequence, protocol always accepts
  - **Soundness:** If prover doesn't know correct sequence, protocol rejects with high probability
    - FRI ensures proximity to low-degree polynomials
    - Constraint checks bind trace to correct relation
    - Combined: guarantee execution integrity
  - **Zero-Knowledge** (optional):
    - Default STARKs reveal hash commitments (not zero-knowledge)
    - Add random linear blinding + mask composition polynomial
    - Achieves zero-knowledge while preserving validity
- Navigation icons and page number 50 / 63 are at the bottom.

## Empirical Benchmarks

### Example: SHA-256 Hash Chain

- Trace length:  $n = 2^{20}$  steps
- **Proof Generation:**  $\approx 6$  minutes (single core)
- **Peak Memory:** 5 GB RAM
- **Proof Size:** 200 KB
- **Verification:**  $\approx 3$  M gas (Ethereum EVM)

### Fibonacci Example

- Trace length:  $n = 2^{10}$
  - **Generation:**  $\sim 85$  ms
  - **Proof Size:**  $\sim 60$  KB
  - **Verification:**  $\sim 3$  ms
- Navigation icons and page number 52 / 63 are at the bottom.

## Current Applications

- **Layer-2 Scaling Solutions:**
  - Starknet: Ethereum Layer-2 using STARKs
  - Polygon zkEVM: Hybrid SNARK-STARK architecture
- **Privacy-Preserving Computation:**
  - Private smart contracts in Cairo language
  - Verifiable outsourced computation
- **Blockchain Infrastructure:**
  - Recursive STARKs for proof-carrying data
  - Batch verification for transaction aggregation

## Outline

- 1 Introduction to Zero-Knowledge Proofs
- 2 zk-SNARKs
- 3 zk-STARKs
- 4 Applications of Zero-Knowledge Proofs
  - Blockchain Core Applications
  - Identity and Authentication Systems
  - Financial Services and Compliance
- 5 Conclusion

## What You Should Remember

- **Transparency:** STARKs eliminate trusted setup by using hash-based commitments and FRI
- **Quantum Resistance:** Built on hash functions rather than elliptic curve assumptions
- **Scalability:** Highly parallelizable proof generation with  $O(n \log n)$  complexity
- **Trade-offs:** Larger proof sizes but logarithmic verification time
- **Complementary:** STARKs and SNARKs serve different use cases; choice depends on specific requirements

**STARKs represent the future of transparent, quantum-resistant zero-knowledge proofs**

## Privacy Payments and Anonymous Transactions

- **Zcash Sapling Protocol**
  - Complete anonymity on public blockchain
  - Uses Groth16 zk-SNARKs with 192-byte proofs
  - Verification time: <10ms
  - Hides sender, receiver, and transaction amount
- **Tornado Cash Protocol**
  - Non-custodial privacy mixer using zk-SNARKs
  - Breaks transaction linkability through commitment-nullifier scheme
  - Fixed denomination pools (0.1, 1, 10, 100 ETH)

## Layer 2 Scaling Solutions

- **zk-Rollups (Ethereum)**

- Batch thousands of transactions into single proof
- Reduces gas costs by 90-95%
- Examples: Polygon zkEVM, zkSync Era
- Maintains Ethereum's security while scaling to 2000+ TPS

- **StarkNet and Cairo**

- Uses STARK proofs for transparent verification
- No trusted setup required
- Quantum-resistant security properties
- Enables complex smart contract computations off-chain

## Biometric Authentication

- **Privacy-Preserving Biometrics**

- Prove identity match without storing biometric data
- Fingerprint verification using homomorphic encryption + ZK
- Face recognition with zero-knowledge templates
- Prevents biometric data breaches and misuse

- **Multi-Factor Authentication**

- Combine multiple authentication factors in ZK proof
- Prove possession of multiple credentials simultaneously
- Examples: "Password + Biometric + Device" without revealing any private information

## Digital Identity Verification

- **Self-Sovereign Identity (SSI)**

- Prove age without revealing exact birthdate
- Verify citizenship without exposing personal details
- Selective disclosure of credentials
- Example: Proving "over 18" for services without showing ID

- **Professional Credentials**

- Verify university degree without revealing institution
- Prove work experience without exposing salary details
- Medical license verification maintaining doctor privacy
- Implementation: BBS+ signatures with ZK proofs

## Regulatory Compliance

- **Anti-Money Laundering (AML)**

- Prove transaction legitimacy without revealing amounts
- Demonstrate compliance with transaction limits
- Show fund sources without exposing transaction history
- Example: Proving "funds not from sanctioned addresses"

- **Know Your Customer (KYC)**

- Verify customer identity across multiple institutions
- Prove creditworthiness without sharing financial details
- Demonstrate regulatory compliance to auditors
- Reduces redundant verification processes

## Private Financial Operations

### • Confidential Trading

- Prove sufficient balance for trades without revealing amounts
- Dark pool trading with privacy guarantees
- Institutional portfolio management without exposure
- Example: Proving "portfolio value  $> \$1M$ " for accredited investor status

### • Private Lending and Credit

- Prove creditworthiness without revealing income details
- Demonstrate collateral ownership without asset disclosure
- Private credit scoring using ZK-ML models
- Cross-institutional credit verification

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# Questions & Discussion

Thank you for your attention!