

**Blockchain and Applications**

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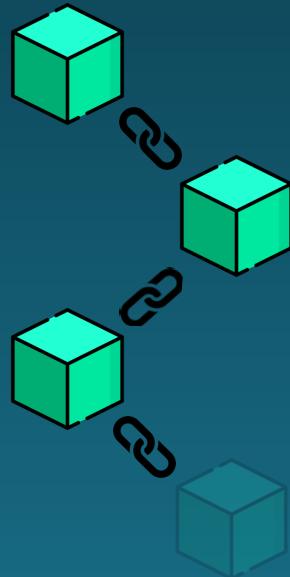
## **Chapter 2**

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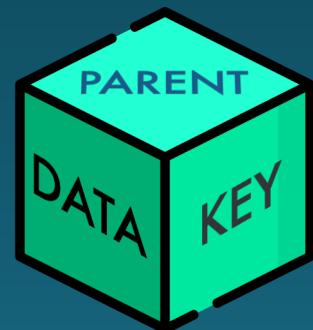
**Cryptography and Certificates**

# Reminder of last week

Chain of blocks



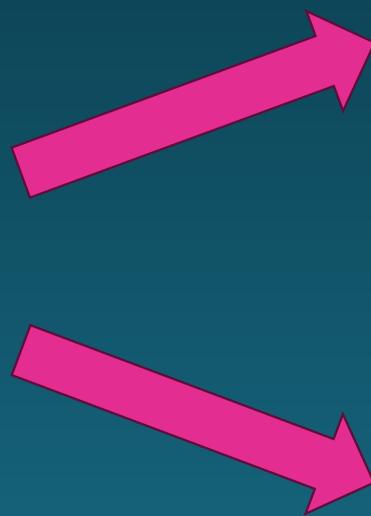
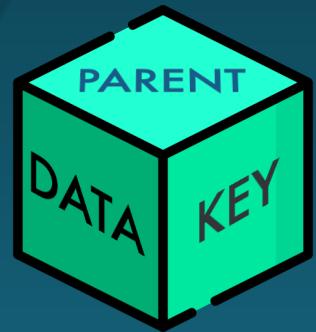
Blocks



Ledger

Name	Data	Signature
Alice	...	
Alice	...	
Bob	...	

This week – what's in the  
block ?



Conceptually  
(Lecture)

Concretely  
(Lecture + TD 2)

## Certificates

# Certificates



*Alice wants to declare  
something*

Covfefe

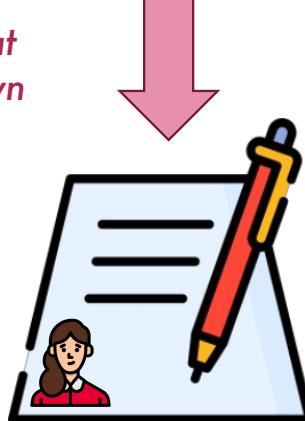
Statement

# Certificates



Covfefe

*She writes that statement down*



Certificate

*She adds her name*



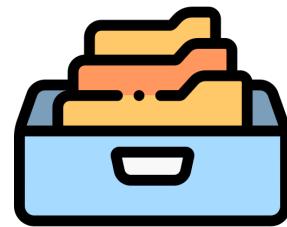
# Certificates



*Once it's done, it is stored in an archive*



**Certificate**

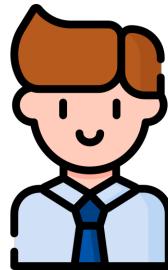


# Certificates

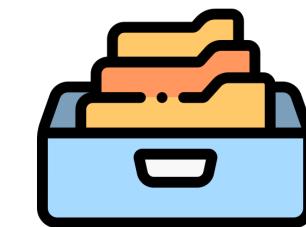
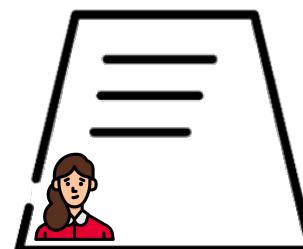
Did Alice just say  
“Covfefe” ?



Let's check it out!



*She definitely did!*



# Certificates

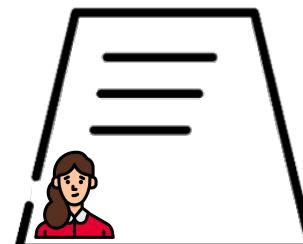
Did Alice just say  
“Covfefe” ?



Let's check it out!

... Did she ?

*She definitely did!*



# Certificates



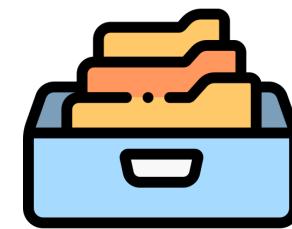
I love eating pasta  
with Nutella

Charlie adds Alice's name



"Certificate"

*Straight to the  
archives*

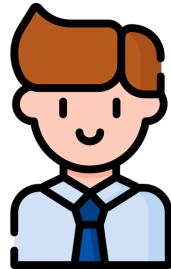


# Certificates

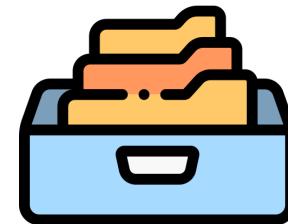
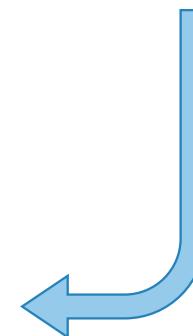
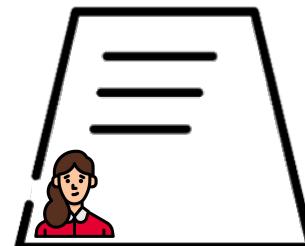
Ew... Gross!



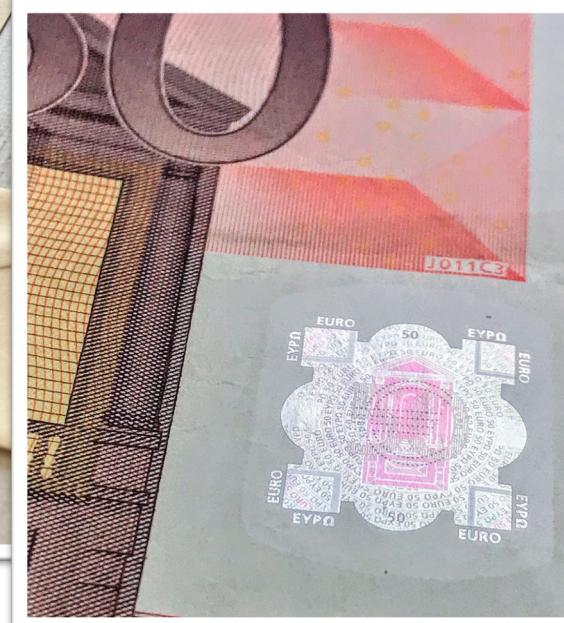
I see Alice likes her pasta with Nutella,  
what a freak!



*She definitely did say such a thing*



# Certificate authenticity



## How do we legitimate a certificate ?



Covfefe

Alice creates a certificate with her statement



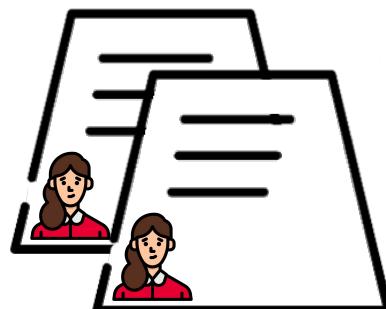
She still adds her name

## How do we legitimate a certificate ?



*...and shoves it into a cauldron*

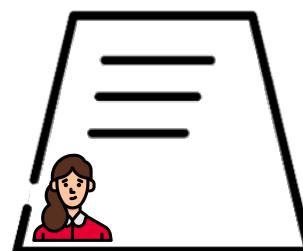
*She proceeds to make  
a copy of it...*



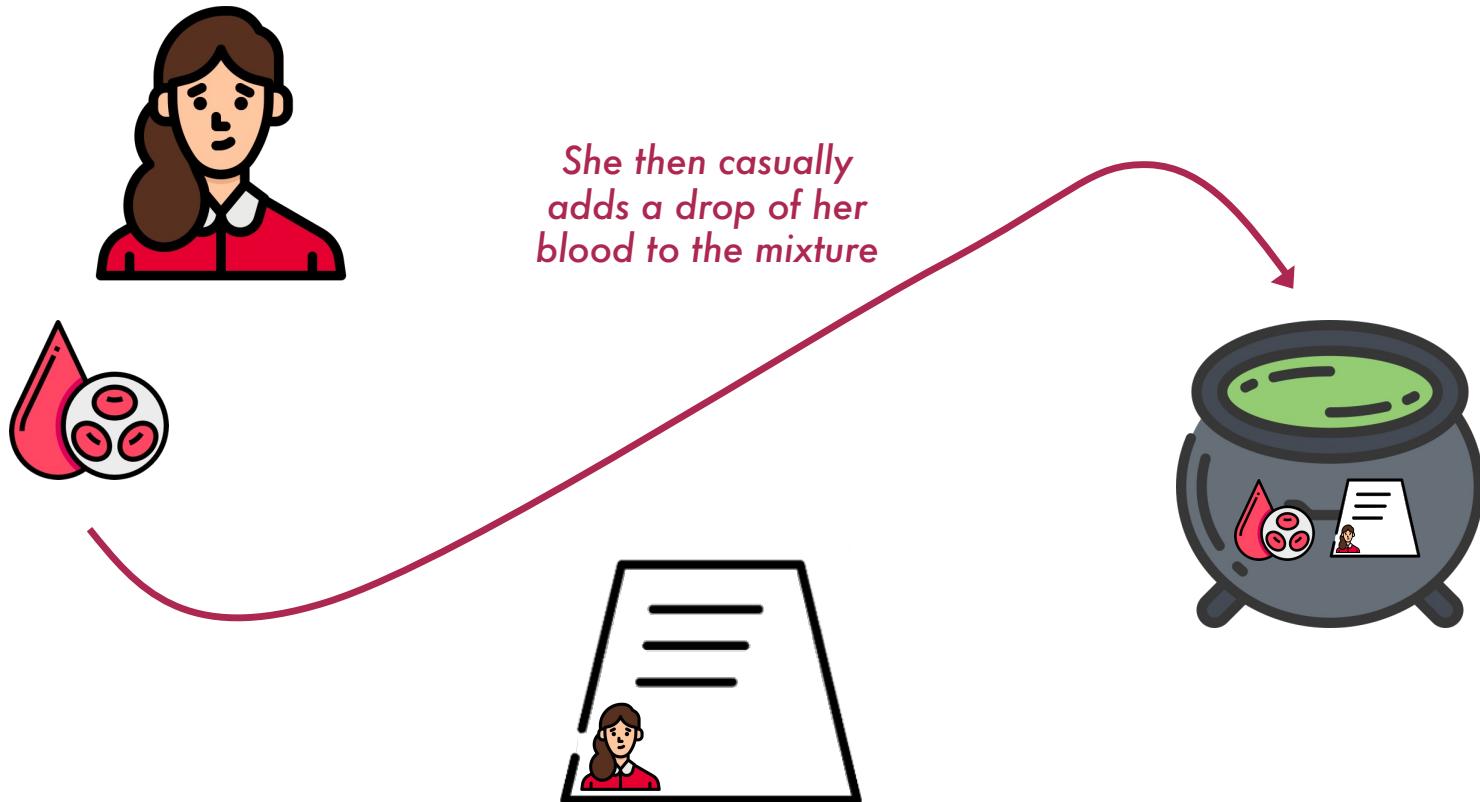
## How do we legitimate a certificate ?



*A big nice stir is required to make it homogeneous*



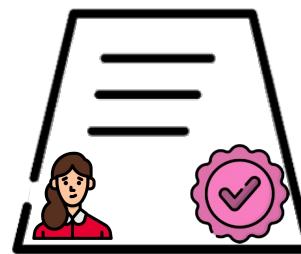
## How do we legitimate a certificate ?



## How do we legitimate a certificate ?



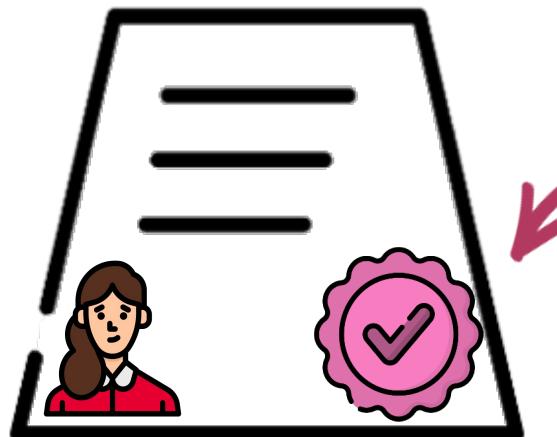
*The certificate is now authentic*



*Finally she uses the mixture to create a dry seal*



## How do we legitimate a certificate ?



*This is the signature of Alice.*

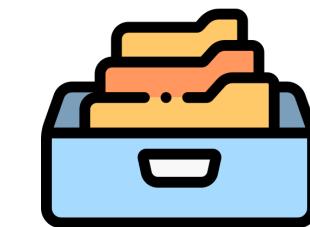
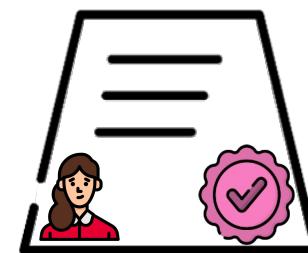
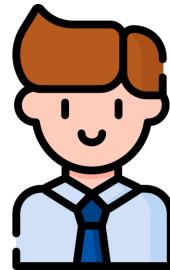
*As long as noone obtains a drop of her blood, noone will be able to produce an authentic seal.*

## Certificate authenticity

Did Alice just say  
“Covfefe” ?

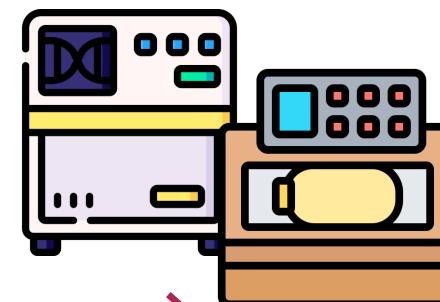
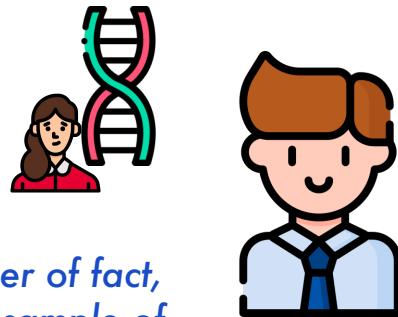


Well... There sure is  
a seal on her  
statement



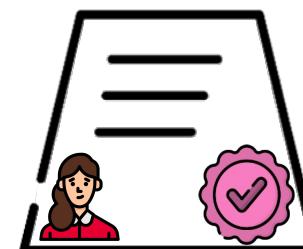
## How do we check for authenticity

1. As a matter of fact,  
Bob owns a sample of  
Alice's DNA



3. The test is a success :  
Alice did issue this  
certificate

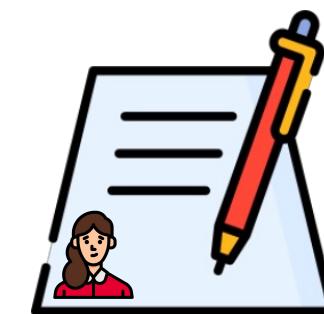
2. Bob runs a sample  
of the seal through  
DNA matching  
process



## Can we counterfeit a certificate ?



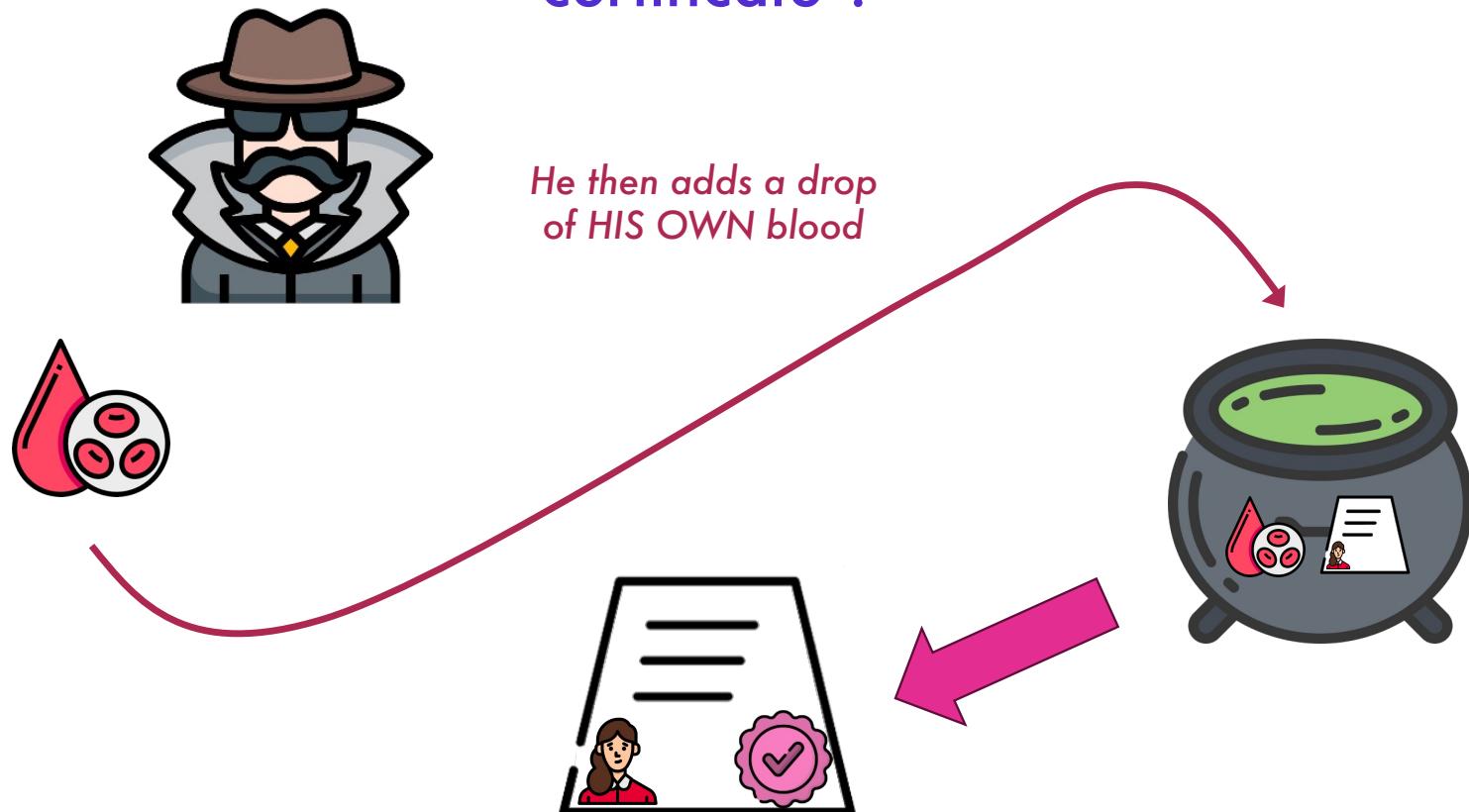
I love eating pasta  
with Nutella



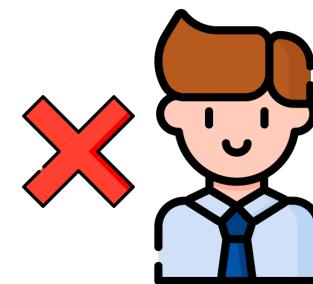
Charlie adds again  
Alice's name

"Certificate"

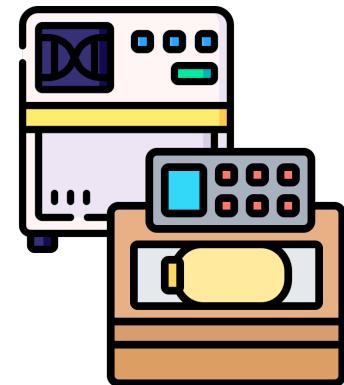
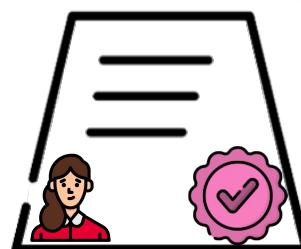
## Can we counterfeit a certificate ?



## Can we counterfeit a certificate ?



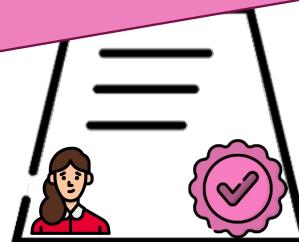
Wait... She does not  
like pasta with  
Nutella !



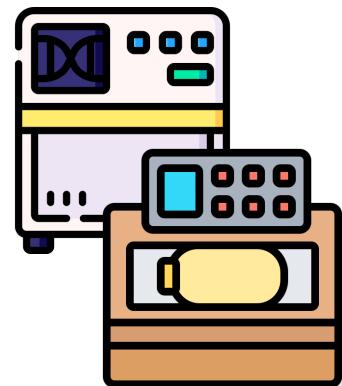
## Can we counterfeit a certificate ?



Or ... does she ?



like pasta with  
Nutella !

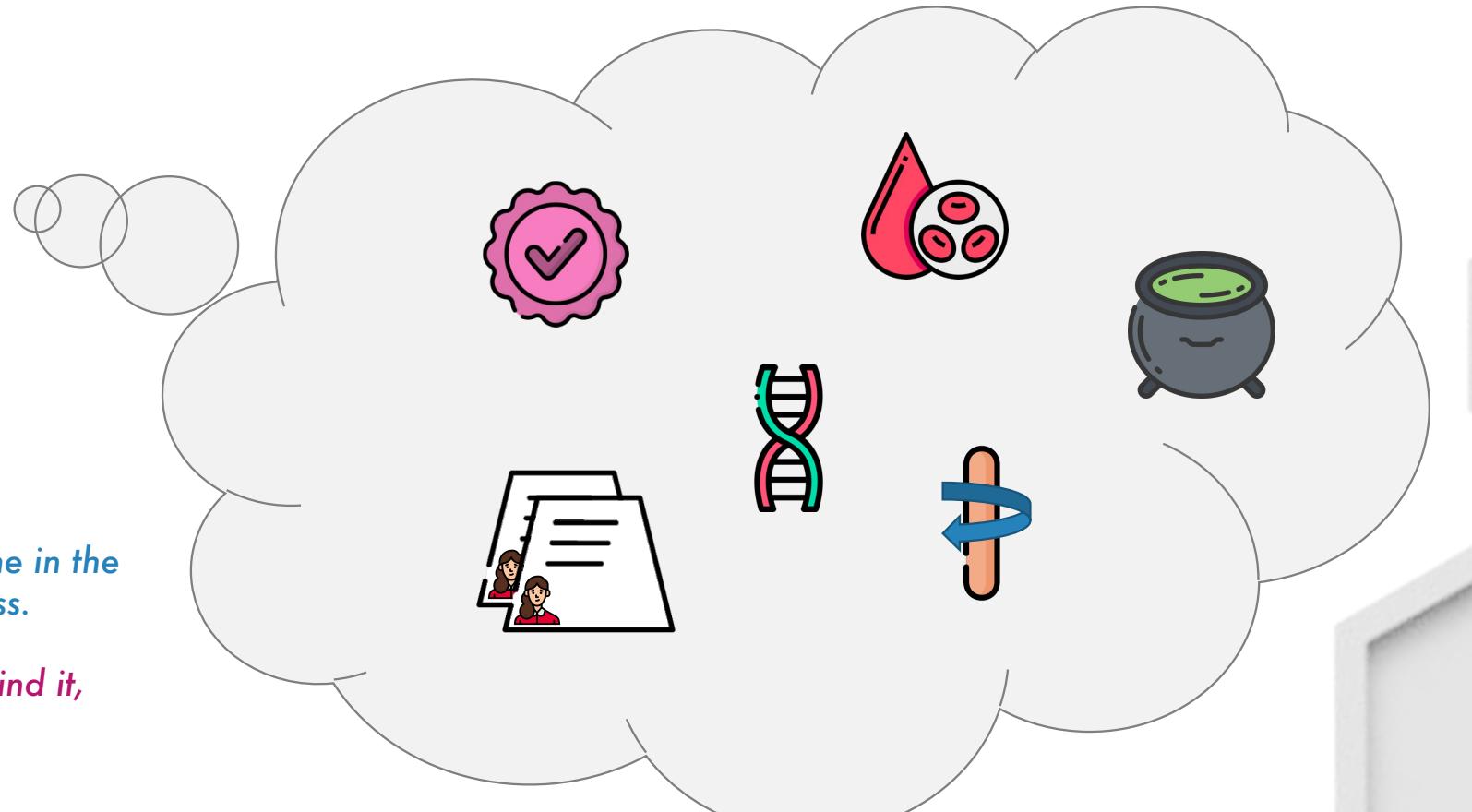


## Takeaway

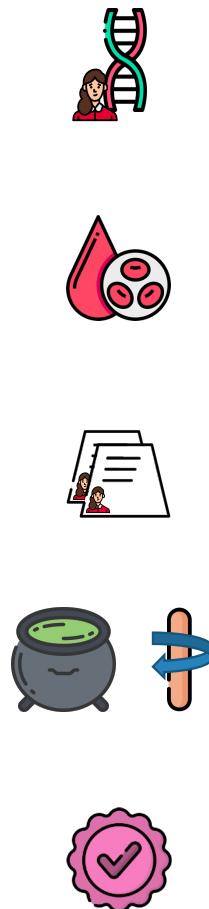


*Different actors intervene in the authenticity process.*

*But what is really behind it,  
technically ?*



# Analogy



Public Key

Private Key

Payload

Hashing

Signature

*Represents the public identity of an individual*

*An equivalent of a password, that helps sign a certificate*

*Contains all the relevant data, that needs to be trusted*

*One-way mathematical function that collapses data into a unique object*

*Authenticates the identity of the issuer*

## Hexadecimal representation

**Base 10 :**      1 3 9 7 2 9 8 0



0 to 9      0 to 9

**Base 16 :**      D 5 3 5 F 4



0 to 16      0 to 16

0 1 2 3 4 5 6 7 8 9  
*a*(10) *b*(11) *c*(12)  
*d*(13) *e*(14) *f*(15)

## Hexadecimal representation

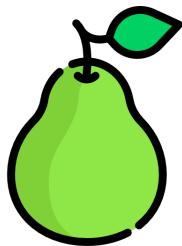
**Base 10 : 13972980**

$$\begin{array}{r} 1 * \quad 10000000 \\ + 3 * \quad 10000000 \\ + 9 * \quad 1000000 \\ + 7 * \quad 100000 \\ + 2 * \quad 10000 \\ + 9 * \quad 1000 \\ + 8 * \quad 100 \\ + 0 * \quad 1 \end{array}$$

**Base 16 : D535F4**

$$\begin{array}{r} +13 * \quad 1048576 \\ + 5 * \quad 65536 \\ + 3 * \quad 4096 \\ + 5 * \quad 256 \\ +15 * \quad 16 \\ + 4 * \quad 1 \end{array}$$

# Hashing



A pear



An explicit  
representation of the  
pear (color, size, ...)



We give a good stir  
=  
We use a  
mathematical function  
to shake the bits



9ce0255a  
8bcdd32e  
9c6ab17  
...  
-1022893756

A hash of the pear  
(string, int, whatever)



Hashing (in short)

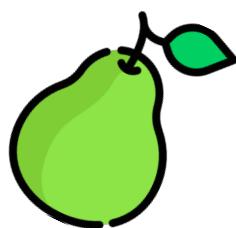
Literally ANYTHING



9ce0255a8bcdd32

*Why is it so good ?*

## Hashing – Very sensitive



A rotated pear



An almost identical representation



We give a good stir

=

We use a  
mathematical function  
to shake the bits

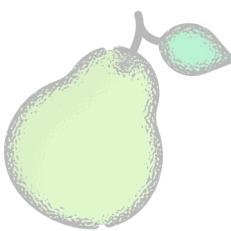


*ff48973e2  
0b00df92  
3e06fac1*  
...

*478274*

A very different hash

## Hashing – One way



No pear !



We can't have all  
atoms of the pear in  
our representation



We cannot "unstir"  
the mixture

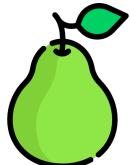
9ce0255a  
8bcdd32e  
9c6ab17

...

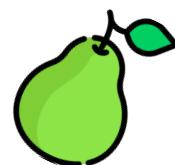
-1022893756

A random hash

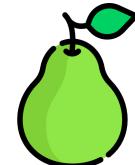
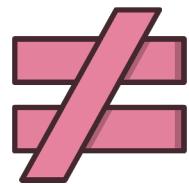
## Hashing – Fast comparison



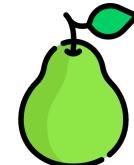
-1022893756



478274



-1022893756



-1022893756

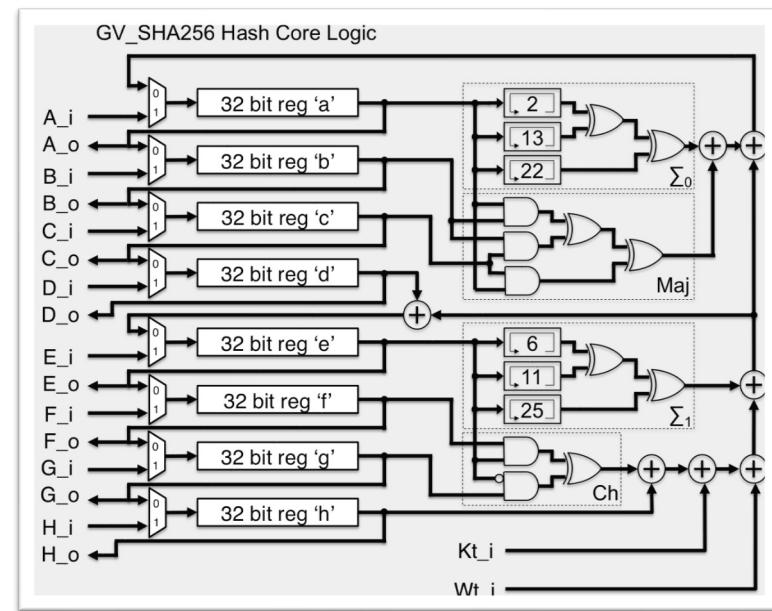


# Hashing – Algorithms

```
# Fast hash using XOR operator

def simple_hash(inputString):
    output = 0
    for character in inputString:
        output += ord(character)
        output ^= (output * 31)
        output %= 2 ** 32
    return output
```

TD 1



SHA-256

# Private / Public keys

Private key



Public key



Linked by a mathematical process

Should remain hidden



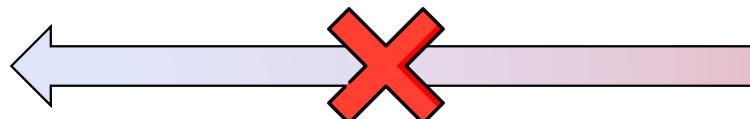
Can be shared



The public key can be obtained from the private key



The private key CANNOT be obtained from the public key



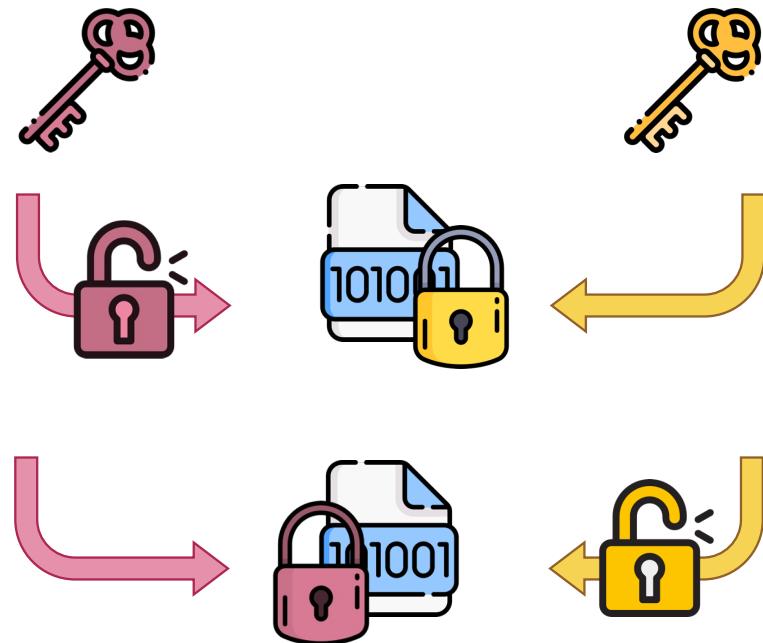
# Private / Public keys

2. The private key  
decrypts

1. The private key  
can also encrypt

1. The public key  
encrypts

2. The public key  
decrypts



# RSA (1978)

Ron Rivest, Adi Shamir et Leonard Adleman

- $p$  and  $q$  two very large prime numbers
- calculate  $n = p * q$
- calculate  $\phi(n) = (p - 1) * (q - 1)$
- find  $e$  prime with  $\phi(n)$
- find  $d$  inverse of  $e$  modulo  $\phi(n)$

Euler's totient function



$(d, \phi(n))$

Private key



$(e, n)$

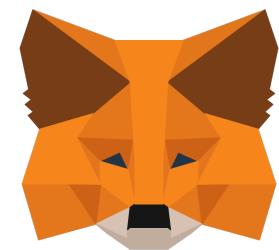
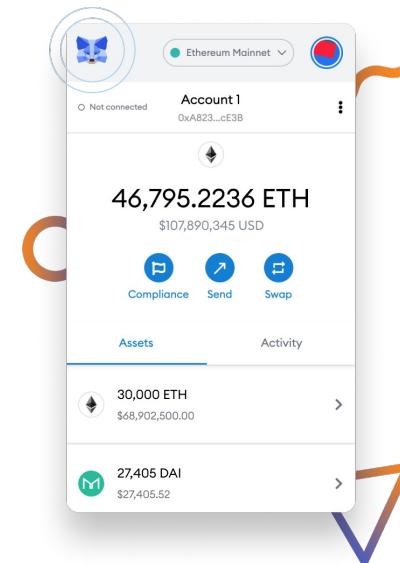
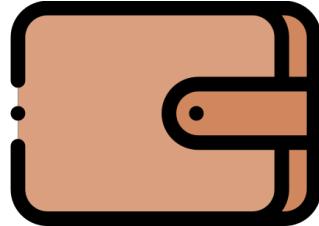
Public key

# [LEDGER]



A “wallet” is just a location that stores public/private key pairs

## Wallet



## Signature (encrypt)

$H = 93827489$

$$S = H^d \text{ mod } n$$



*Freshly produced signature*



## Signature (decrypt)

$$H = 93827489$$

$$H == S^e \text{ mod } n$$



$(d, \phi(n))$



$(e, n)$

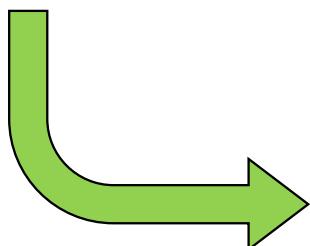


The public key belongs to  
the owner of the private  
key that signed this hash

# Payload



*A copy of the  
certificate*

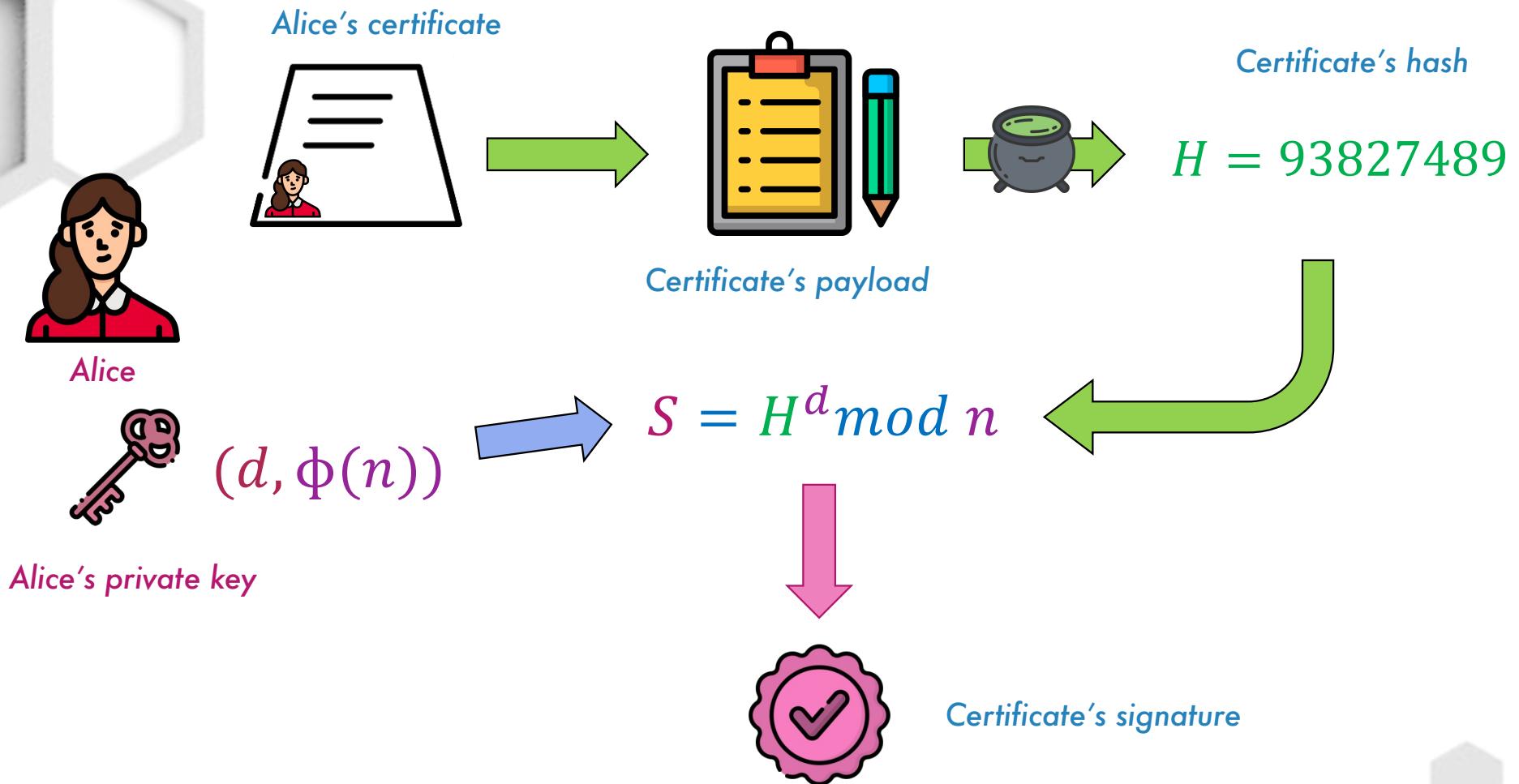


*A summary of the key  
features of the certificate*

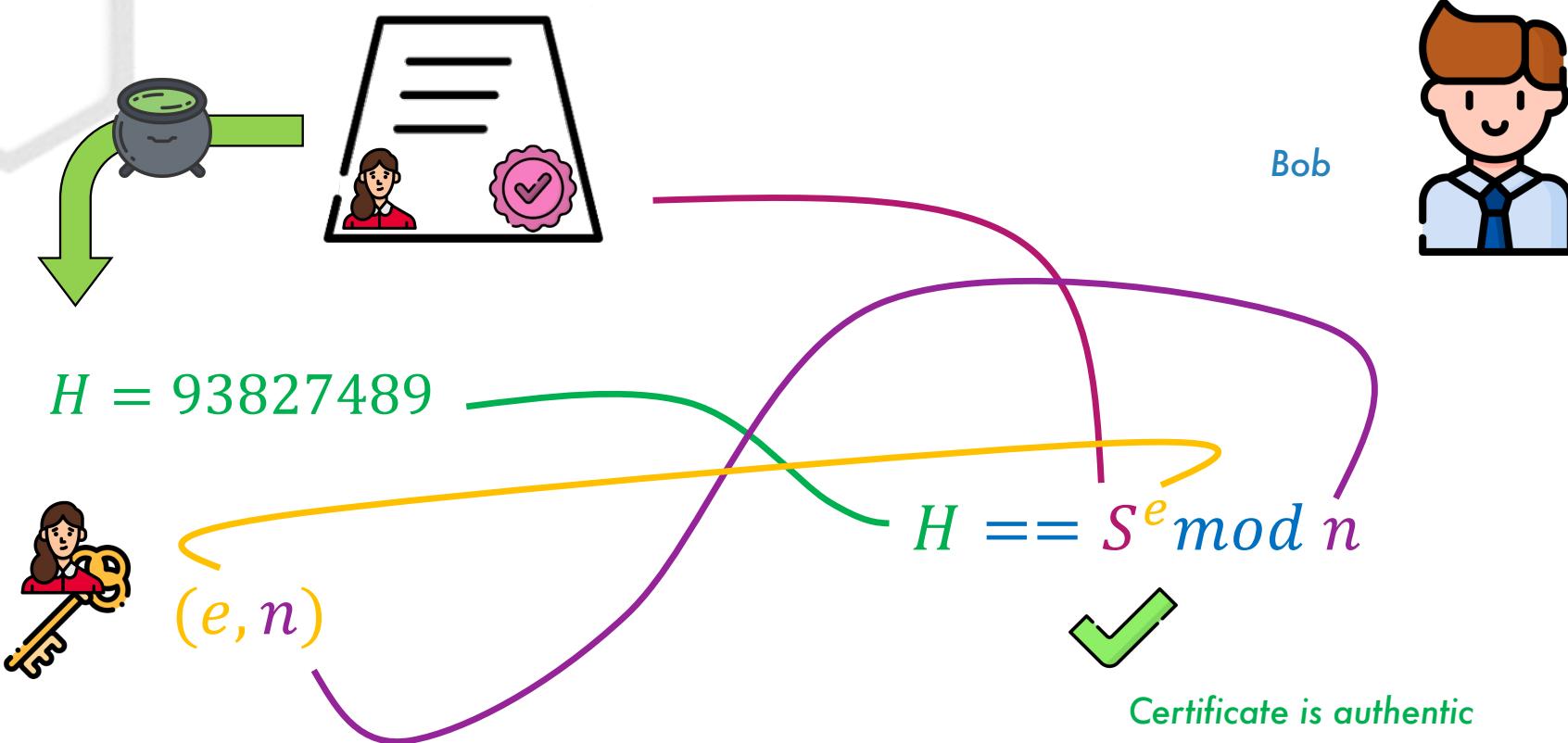


*Issuer, Date of creation,  
important data, ...*

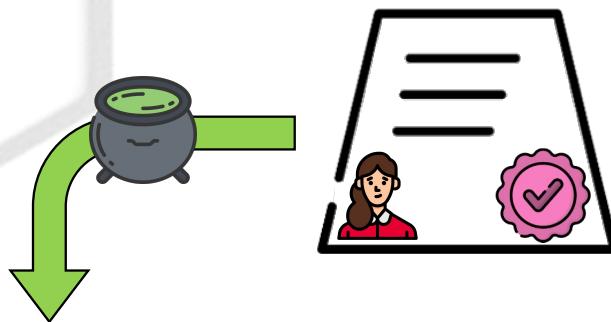
## Summary



## Summary



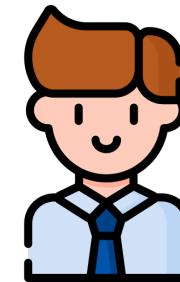
## Summary – Key point



Charlie changes one data  
in the certificate



Bob



$$H = -748779$$

The hash changes



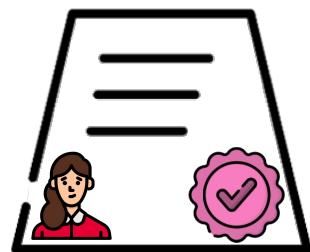
$$H \neq S^e \text{ mod } n$$

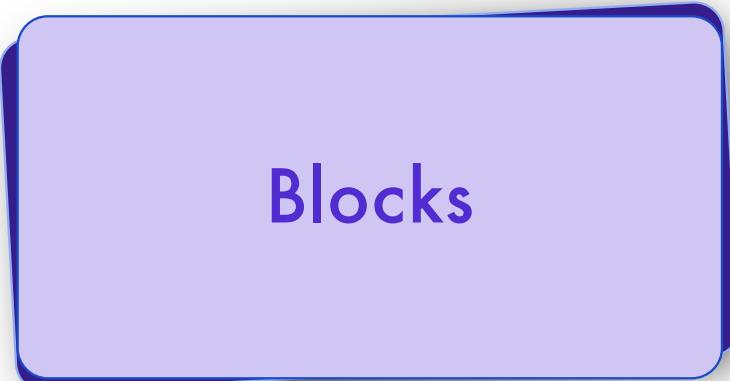


Certificate is no longer  
authentic

## In reality – blockchains

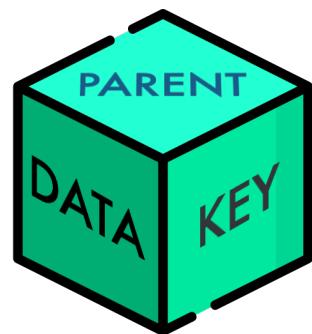
*What's inside a certificate*





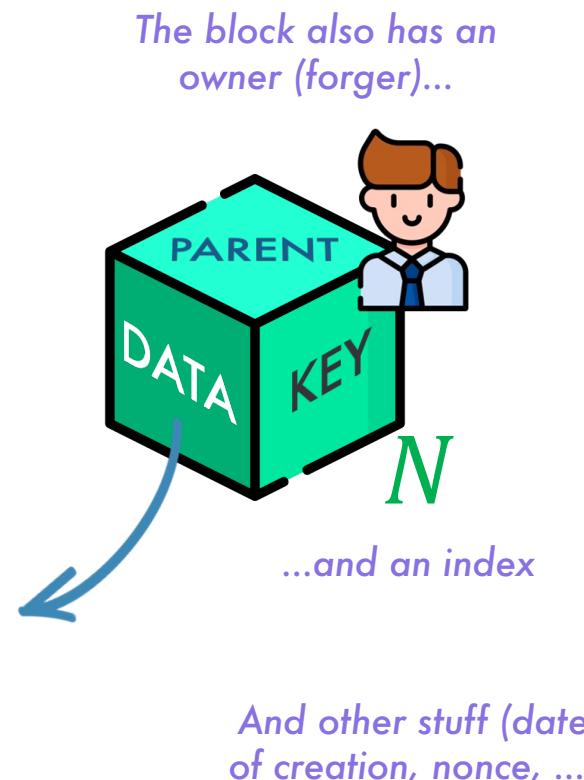
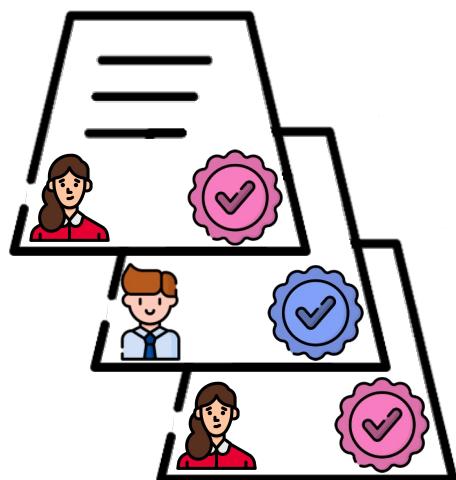
Blocks

# What is a block ?

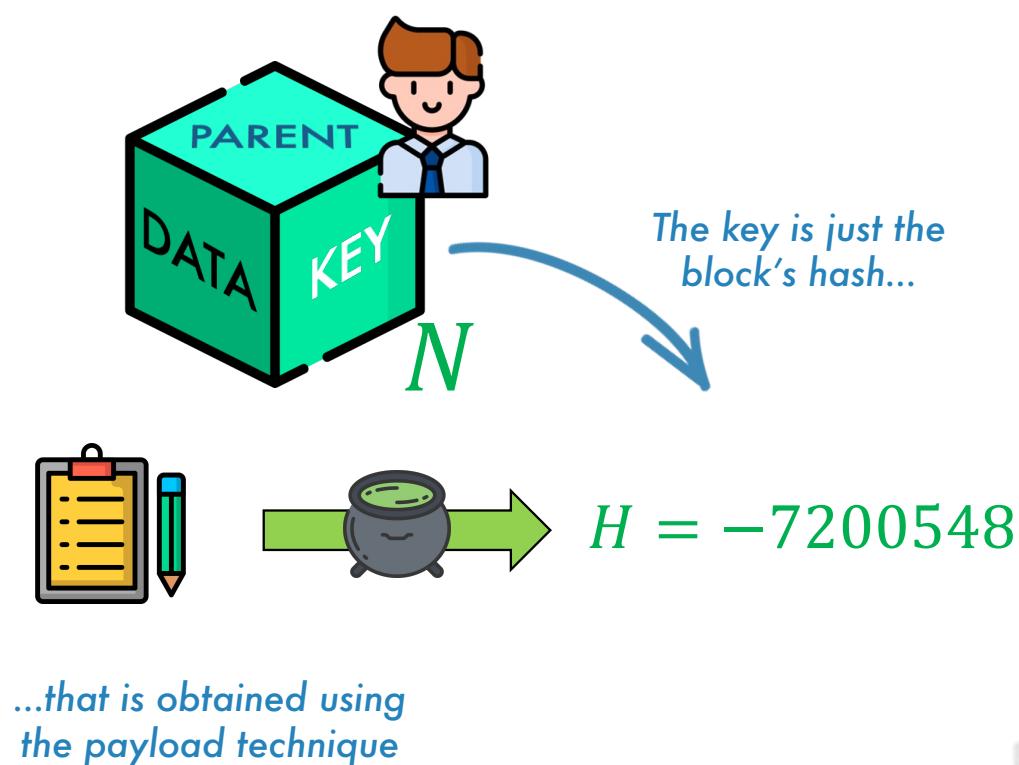
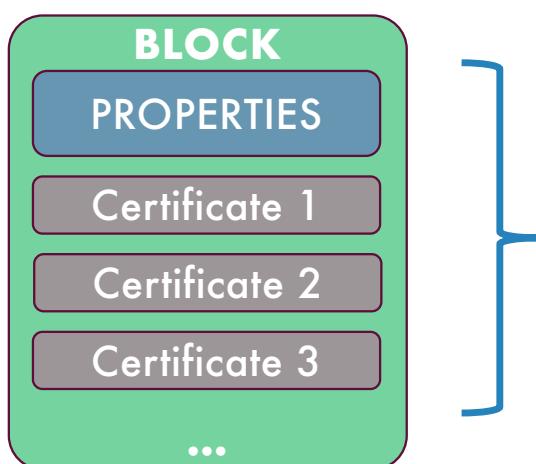


# What is a block ? – Data

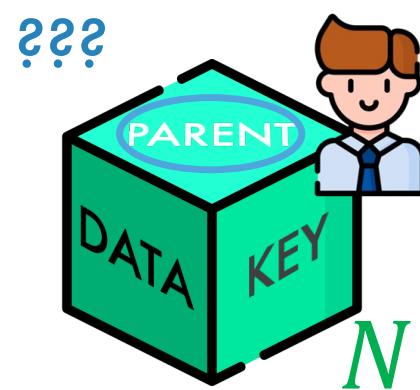
The data is nothing else than  
a bunch of certificates



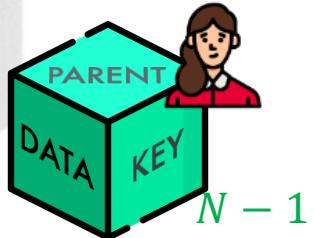
## What is a block ? – Key



## What is a block ? – Parent

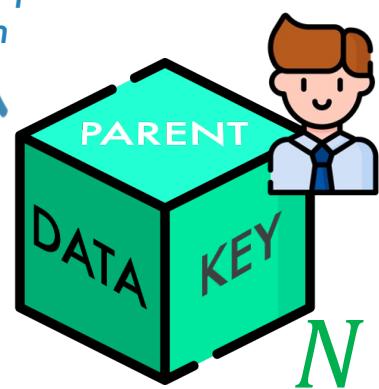


## What is a block ? – Parent



$H = 8764327$

We store the parent's  
hash

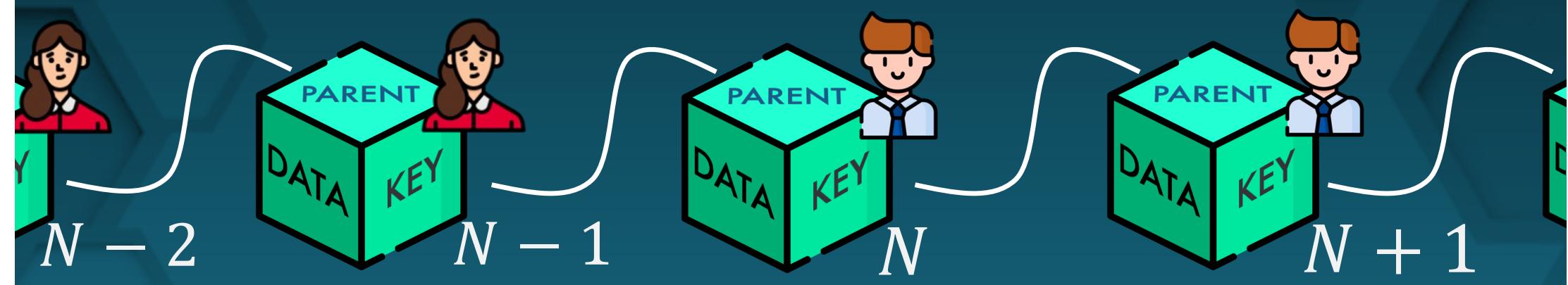


Let's see why it matters...

# Blockchains

# Blockchains

$PARENT_N = 84938$

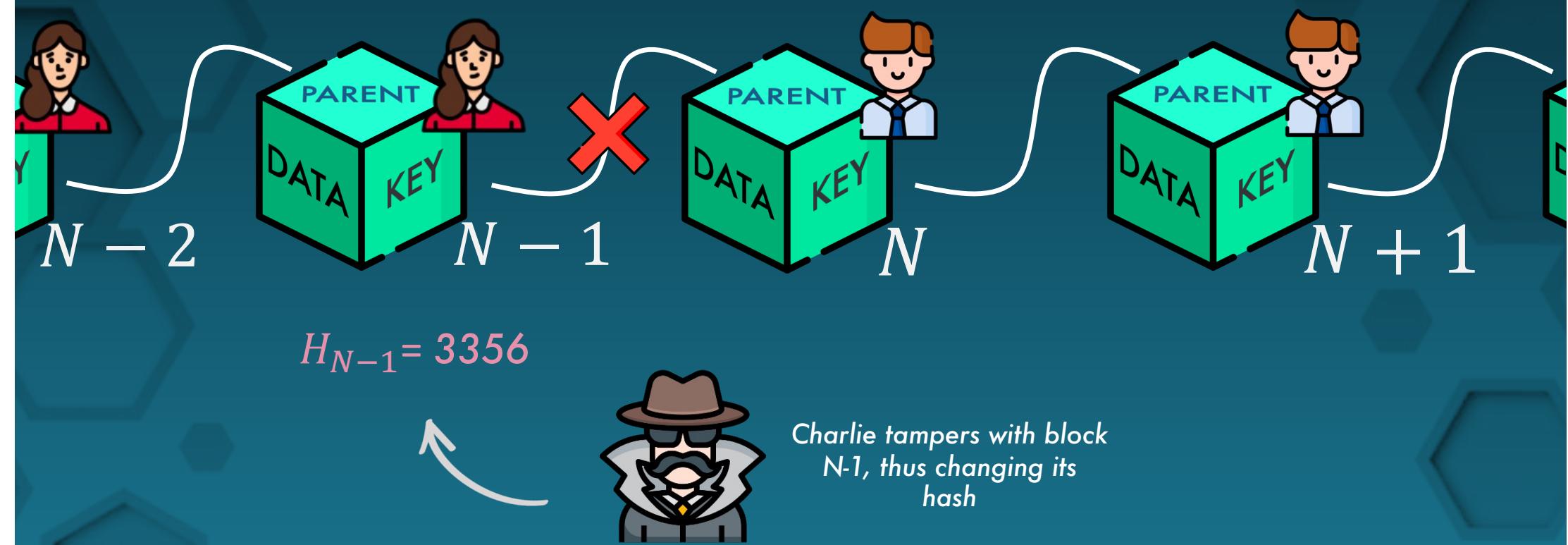


$H_{N-1} = 84938$

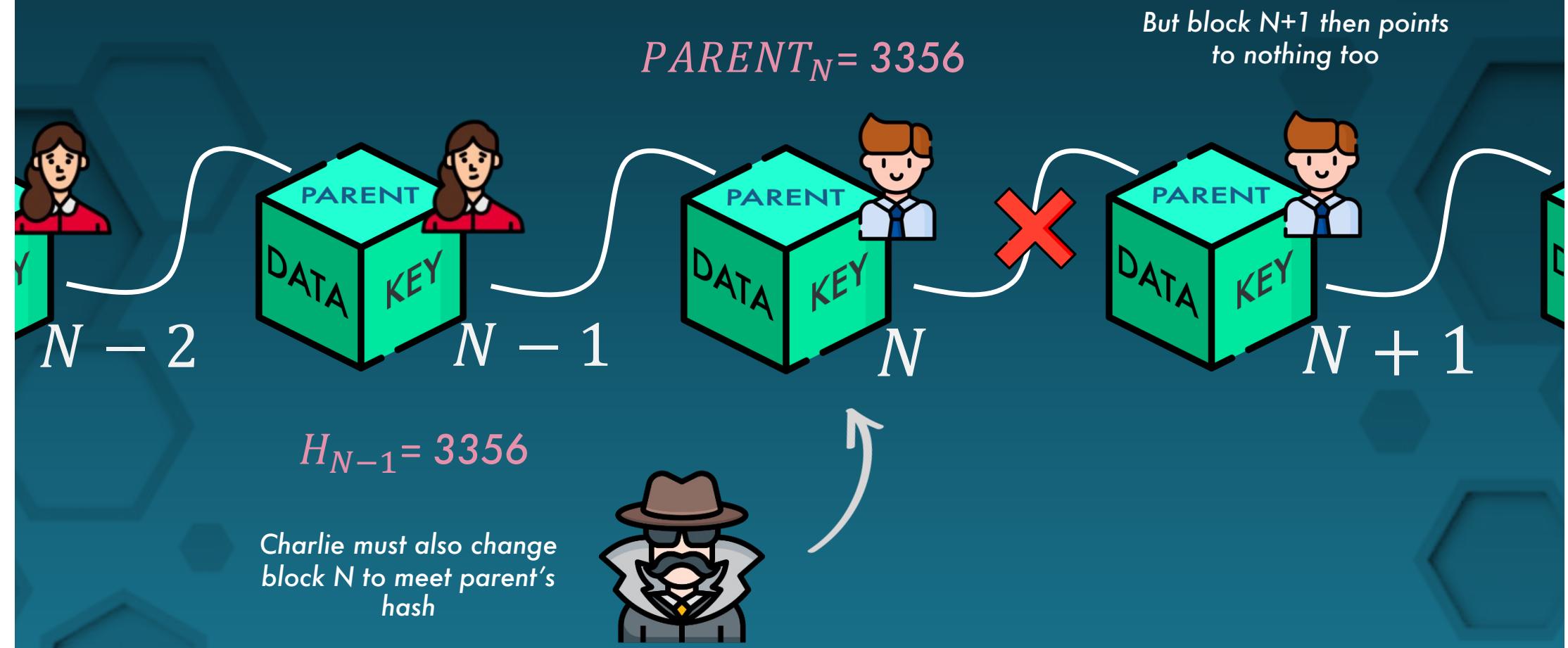
# Blockchains

*Parent points to nothing*

$$PARENT_N = 84938$$



# Blockchains



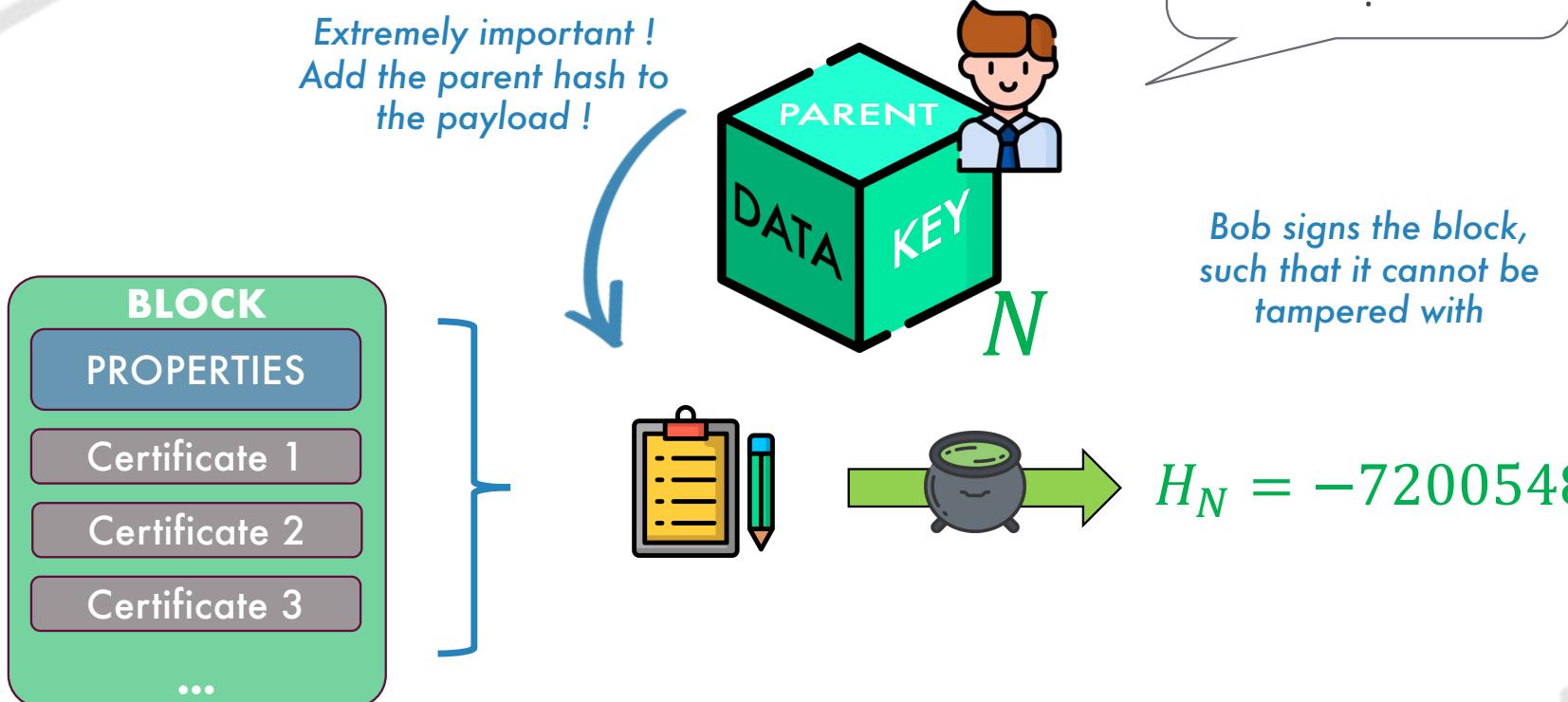
# Blockchains

*So I just need to change all  
following blocks to have a healthy  
blockchain again...*

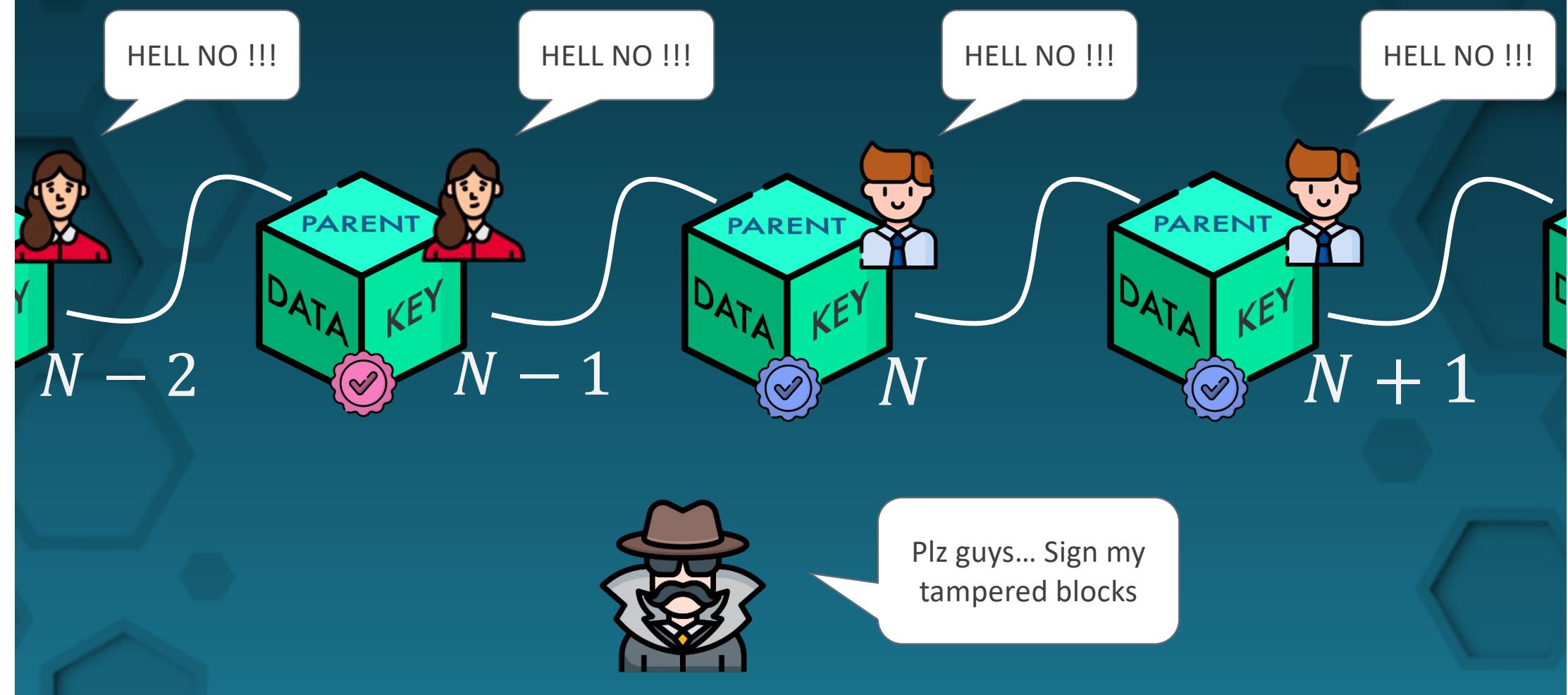
*...Right ?*

Well YES... But no !

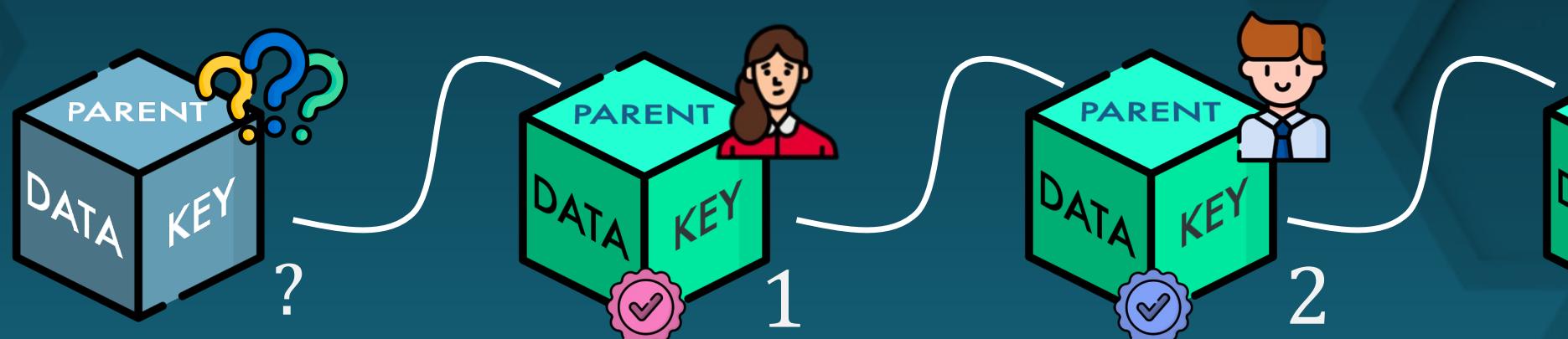
## What is a block ? – Signature



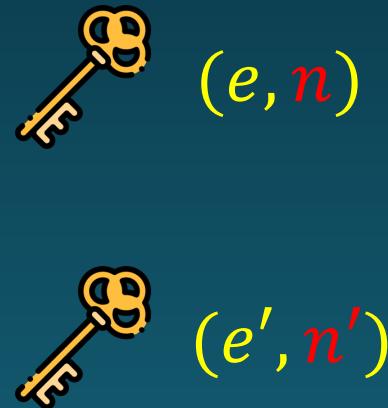
## Blockchains – With Signatures



# Blockchains – Genesis Block



# Digital identity



*Alice and Bob both have their own wallet, which is like their digital identity*

# Digital identity

*What it actually looks like...*



*e63ac0c281ed24cc576cd...*



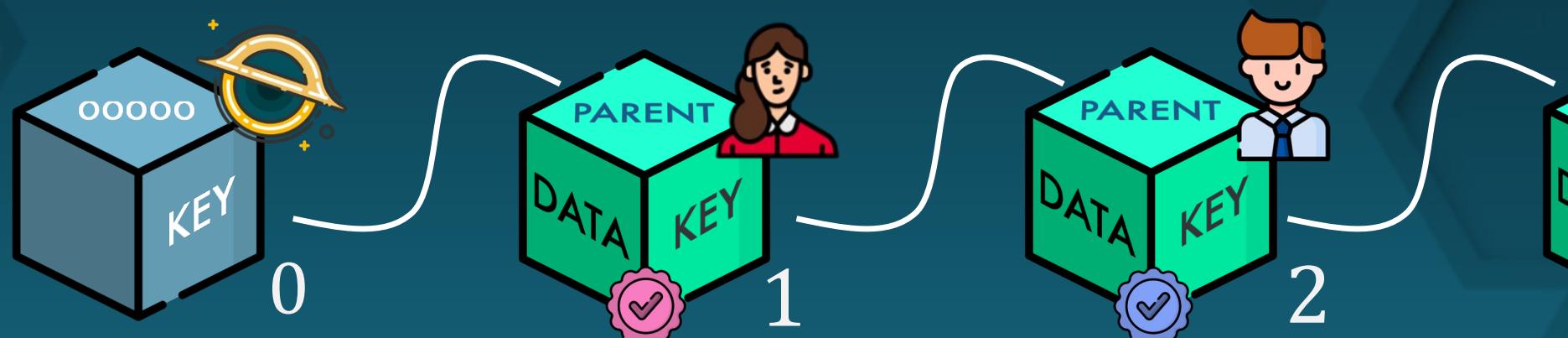
*4f15ce6e5f459a56274788d2...*



*000000000000000000000000...*

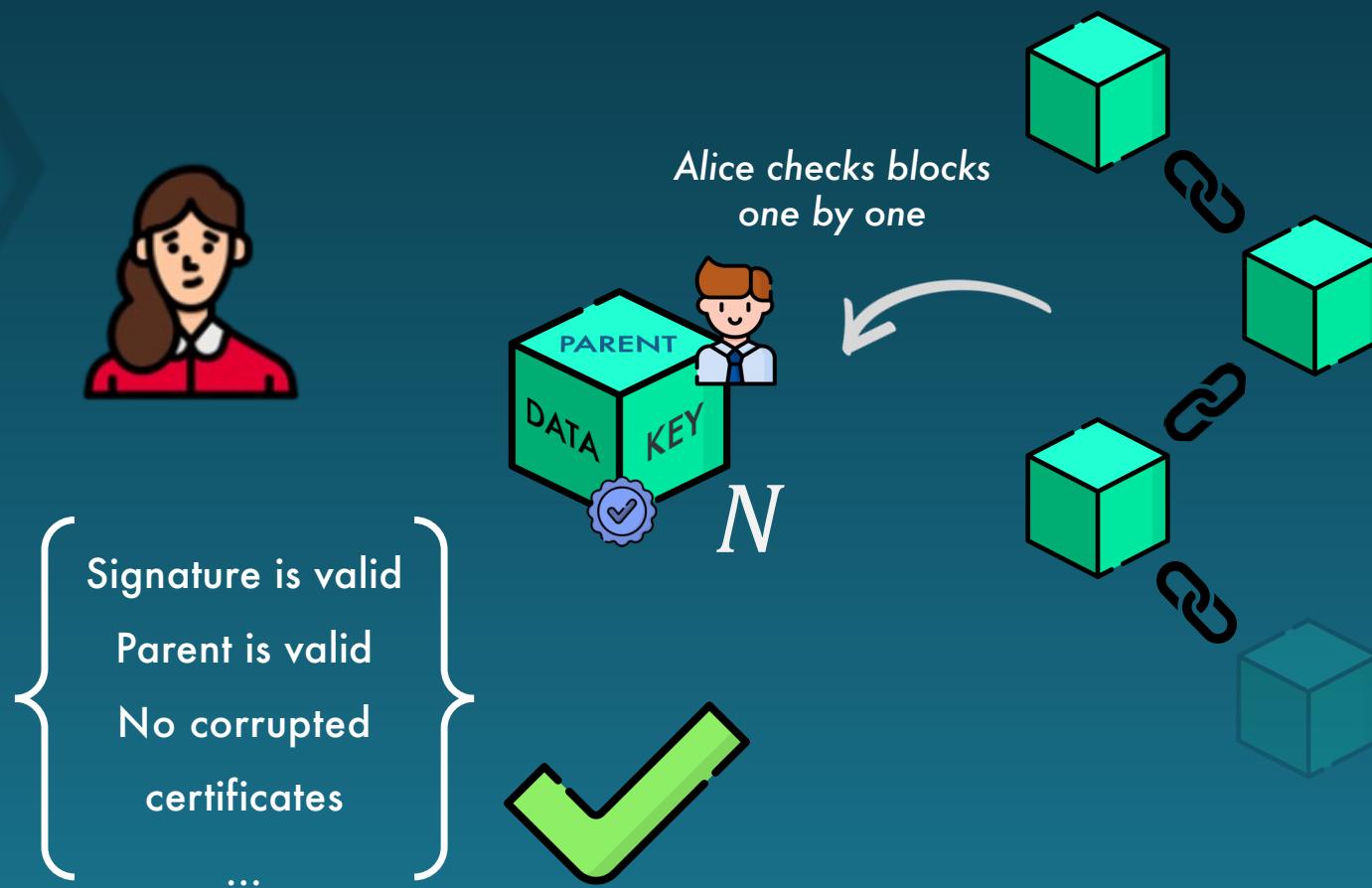
*The Black Hole owns the  
“zero” key*

# Blockchains – Genesis Block



*Arbitrarily, the black hole  
owns the genesis block*

# Checking for corruption



# Security

*Is it 100% safe ??*

# Security



*No conceptual flaw*



*Code is a weakness*

---

*Bitcoin Inflation bug 2010*

Practical example

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**Cryptocurrencies**

# Transactions

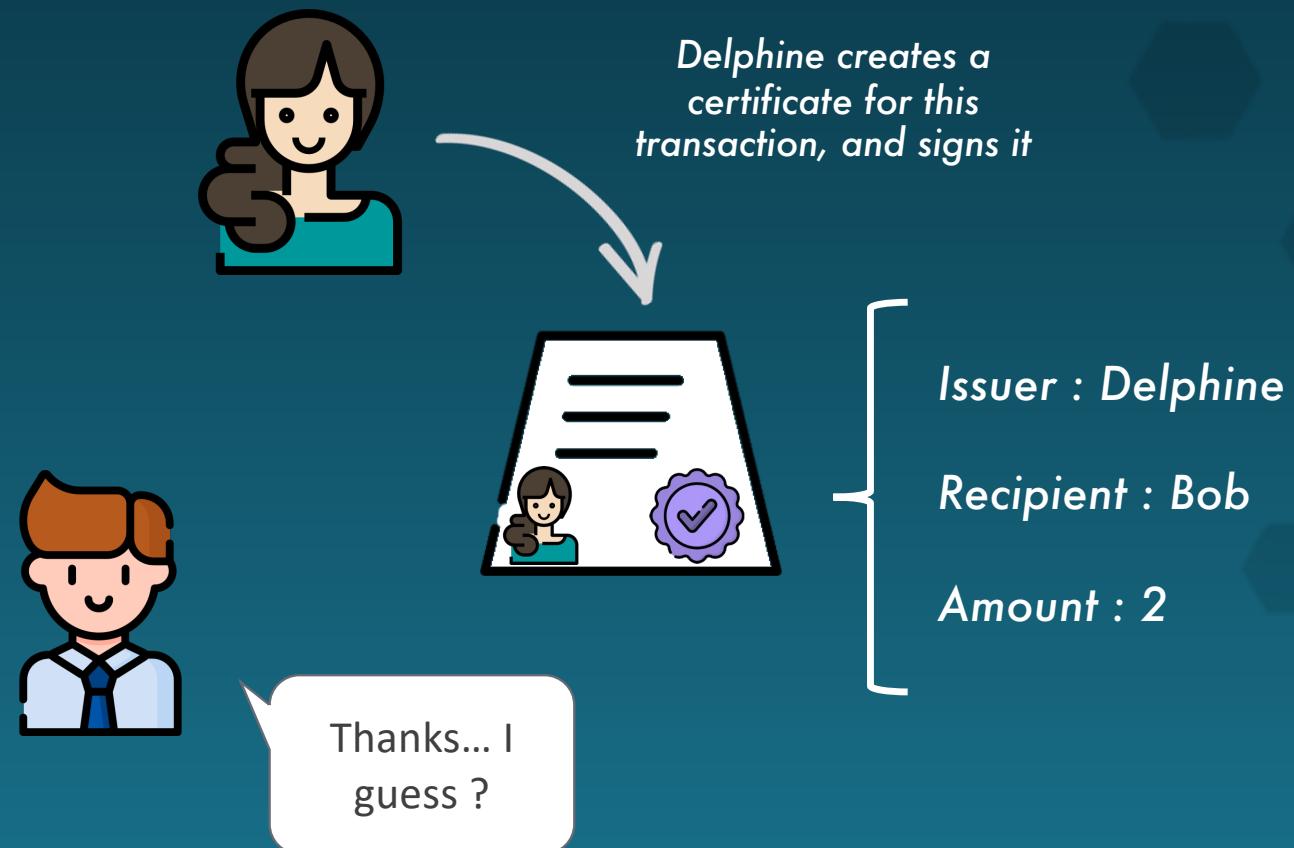
I want to give Bob 2  
Bamboozloos



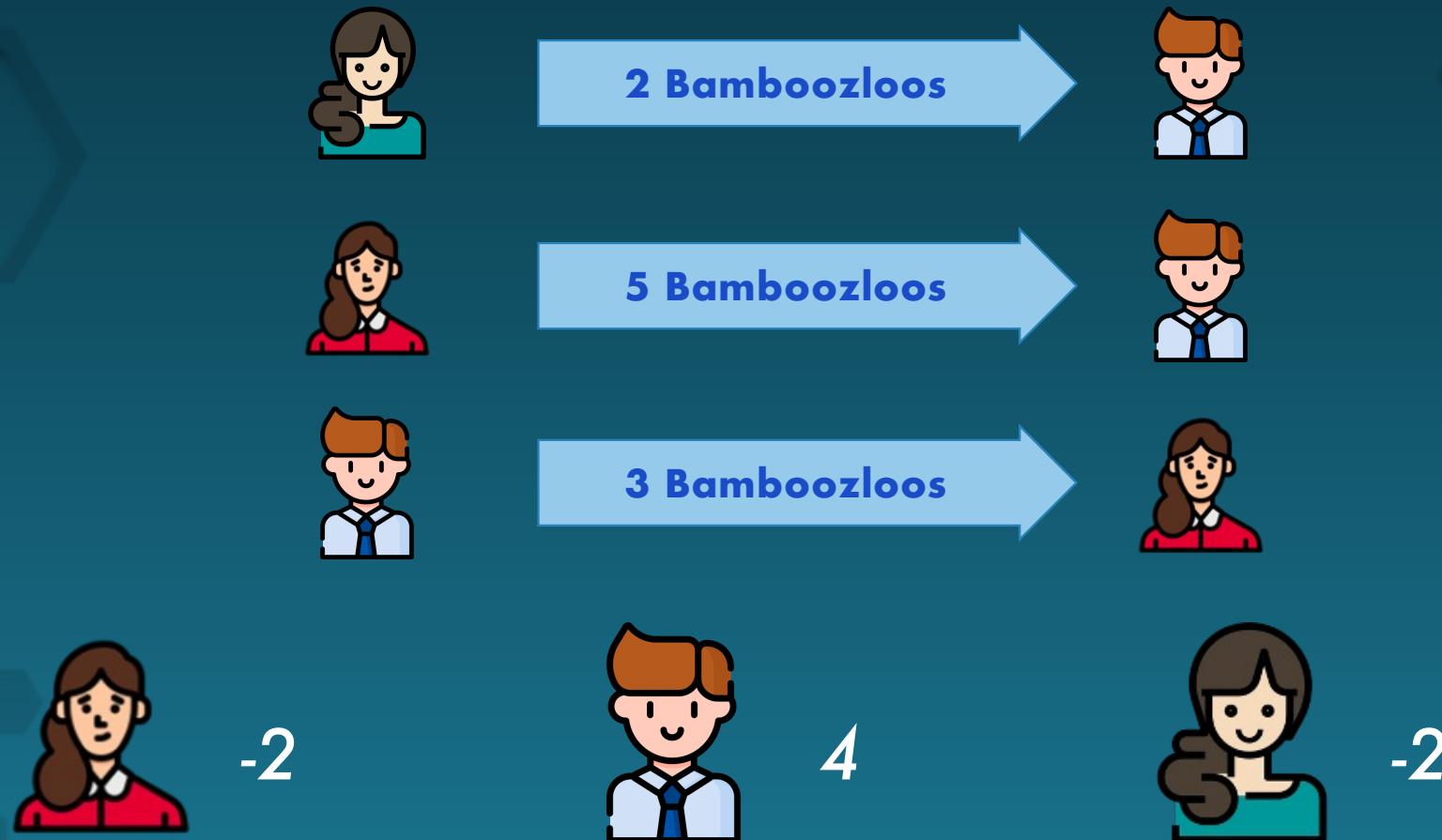
WTF is even that  
???



# Transactions



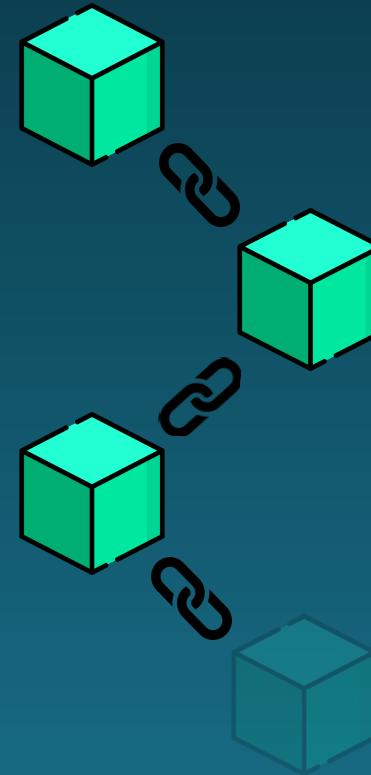
# Cryptocurrencies



# Balance



*Alice checks blocks one by one and sums all transactions involving Bob to calculate his Bamboozloo balance*



## Transaction Details

### Overview

② Transaction Hash: [0x6f9fb01022150eca37db772fc9b9a2444612bd7344b7e66b1690d8fe1c91deea](#)

② Status: Pending

② Block: (Pending)

② Time Last Seen: 00 days 00 hr 00 min 25 secs ago (Apr-14-2021 11:59:17 PM)

② Estimated Confirmation Duration: < 45 secs | Gas Tracker

② Pending Txn Queue: 0% 100%

② From: [0xab41b92c6d43e4b8a670b75879f5bb809646602e](#)

② To: [0xa33c8f687250f748cdade9a514b9293dbf49c4a9](#)

② Value: 0.037290222 Ether (\$90.67)

**Weakness**

② Max Txn Cost/Fee: 0.002961 Ether (\$7.20)

② Gas Price: 0.000000141 Ether (141 Gwei)

# Security

*Byte storage limit caused an overflow bug, allowing someone to earn 184,467,440,737 bitcoins*



*Code is a weakness*

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*Bitcoin Inflation bug 2010*

# Blockchain et Applications

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## Quiz 2

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Structure de donnée