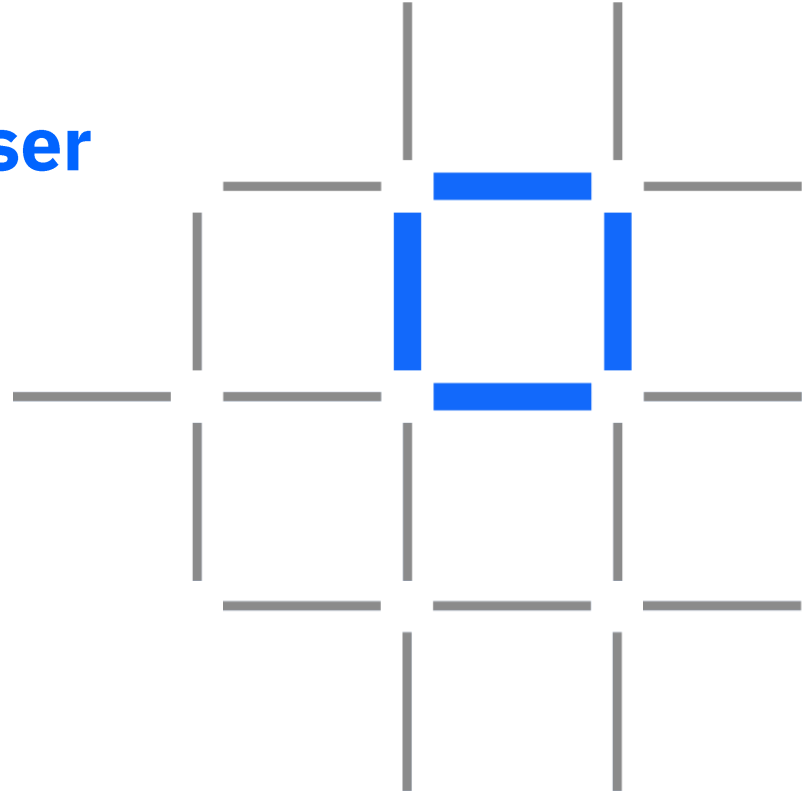


Module 5

Exploring Smart Contracts in Hyperledger Fabric + Composer



IBM Blockchain

What are Smart Contracts

1



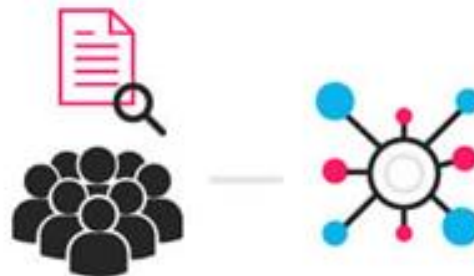
An option contract between parties is written as code into the blockchain. The individuals involved are anonymous, but the contract is the public ledger.

2

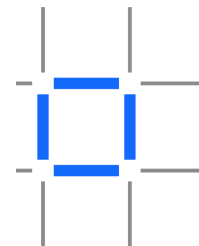


A triggering event like an expiration date and strike price is hit and the contract executes itself according to the coded terms.

3



Regulators can use the blockchain to understand the activity in the market while maintaining the privacy of individual actors' positions.



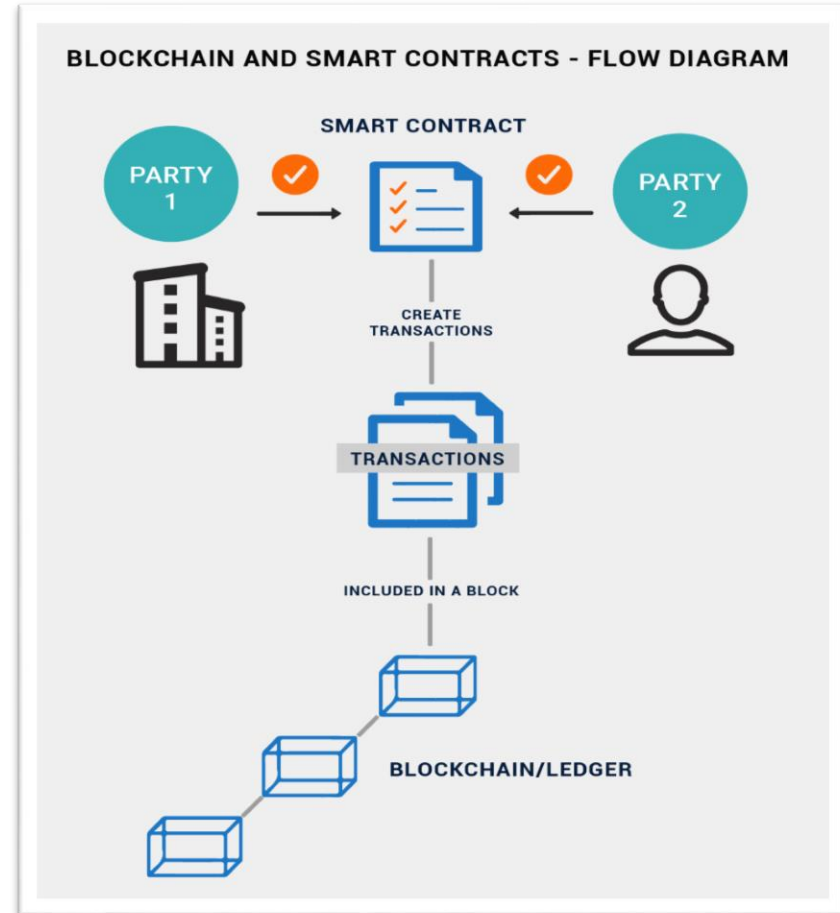
ChainCode and Smart Contracts

Smart contracts are simply *computer programs* that execute predefined actions when certain conditions within the system are met.

Smart contracts are implemented using **chaincode** which provides the *language of transactions* that allow the ledger state to be modified. This can represent the exchange and transfer of anything (e.g. shares, money, content, property).

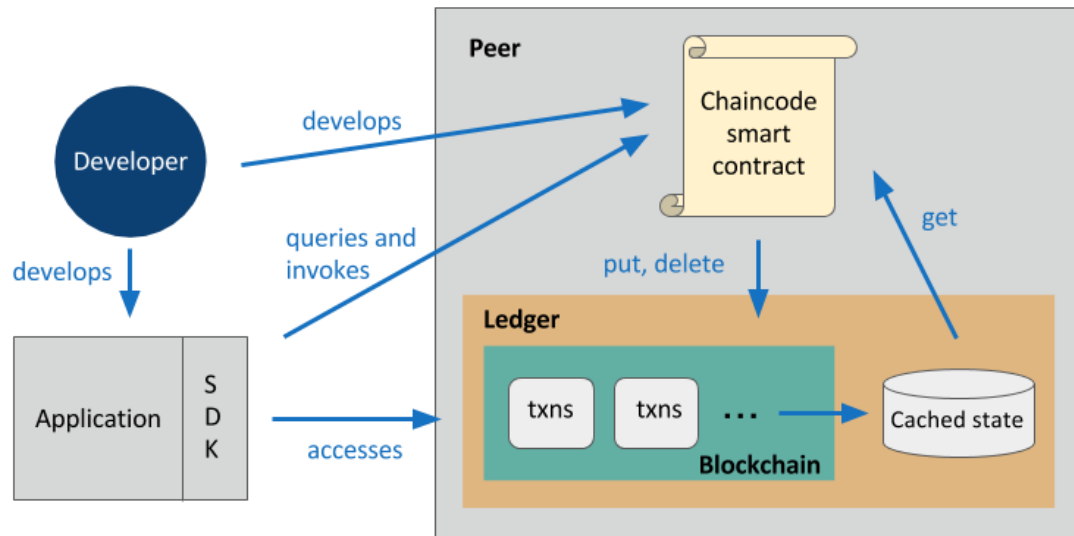
Chaincode can be written in:

- Go
- Javascript (Hyperledger Composer)
- Java (less popular)



Blockchain App Basic Flow

1. The **Developer** writes the **Blockchain application** using the **Go language** to implement the chaincode
2. The chaincode must to be **installed** on every peer that will endorse a transaction and instantiated on the channel.
3. The **Blockchain app** will invoke the smart contract via the **Hyperledger Fabric Client SDK**.
4. These calls are processed by the business logic within the chaincode smart contract.
5. A **put** or **delete** command will go through the consensus process and will be added to the blockchain within the ledger.
6. A **get** command can only read from the world state, but **it is not recorded** on the blockchain.
7. Depending on the implementation of the world state DB, rich queries can also be used to retrieve ledger data



Chaincode lifecycle

1. Developer writes chaincode

Developers implement the business logic

2. Chaincode is installed

The process of placing a chaincode on a peer's file system

3. Chaincode is instantiated

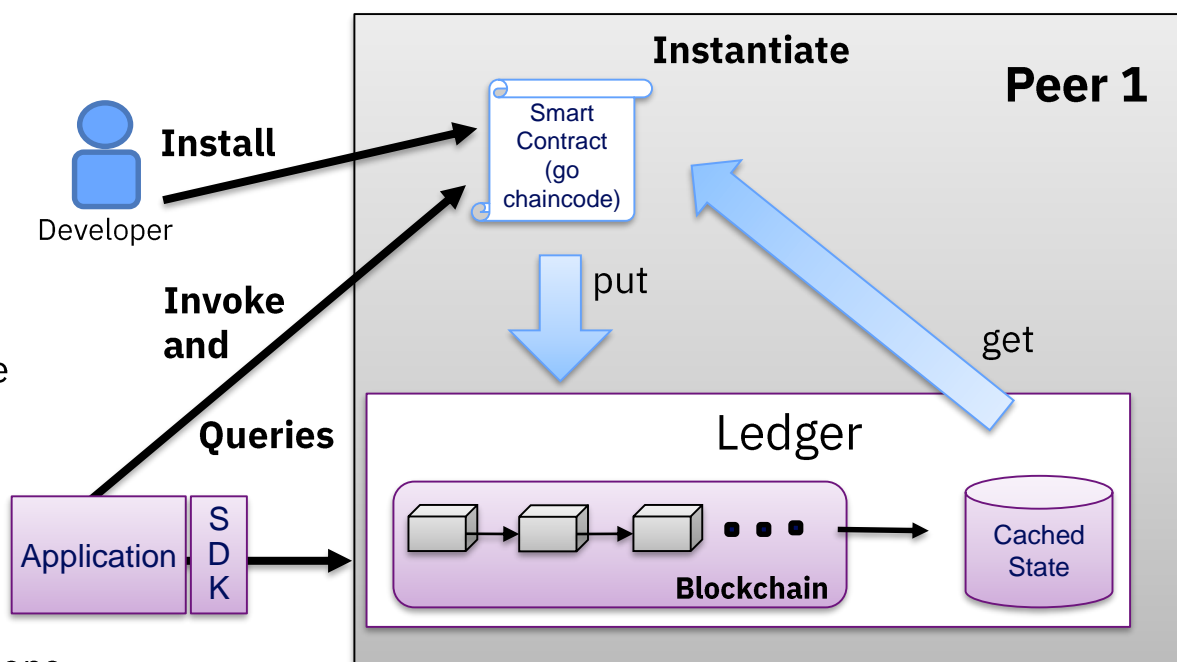
Starts and initializes chaincode on a specific channel. Once complete peers have chaincode that can accept chaincode invocations

4. Execute

The current ledger state represents the latest values for all keys (**World State**), known to the channel. Chaincode executes transaction proposals against current state data

5. Query

Reads the current state of ledger but does not write to the ledger. **Queries** typically don't submit these read-only transactions for ordering, validation, and commit.



Structure of a Blockchain App

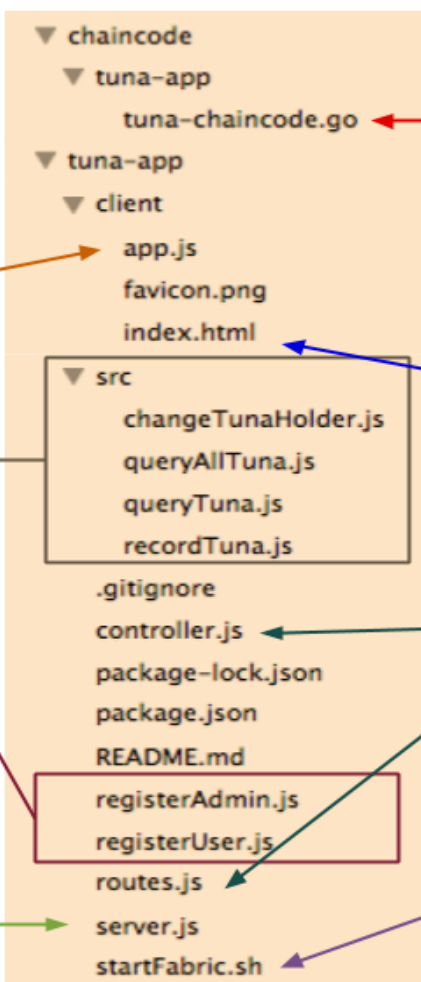
Here you can see a typical file structure of the Fabric application:

Javascript client code in *app.js* manipulates html elements for the user interface.

Folder containing code that uses SDK to connect client requests to network and chaincode functions.

registerAdmin.js assigns an admin user to the fabric client and *registerUser.js* registers and enrolls user to interact with the fabric network

The bulk of our application backend logic is in this file. When we start our application locally we will run **node server.js** to view our UI at **localhost:8000**



This is the chaincode file that contains all our business logic for our sample tuna fish example application. This is deployed on the network peers and from our application's backend we use the SDK to call functions within this smart contract.

HTML file containing the UI for our client application. You will view this file in your browser to begin interfacing with Hyperledger Fabric.

routes.js sends requests (and any information encoded in request URLs) to the controller functions. *controller.js* contains functions that perform operations and interrogate data.

Contains all the necessary commands to start our simple Hyperledger Fabric network which we will do at the beginning with:
./startFabric.sh

GO chaincode structure

Chaincode must be in the main package, with a (main() function) and implement the Init and Invoke methods

The import statement lists a few dependencies that you will need for your chaincode to build successfully.

fmt – contains Printf for debugging/logging.

errors – standard go error format.

github.com/hyperledger/fabric/core/chaincode/shim – contains the definition for the chaincode interface and the chaincode stub, which you will need to interact with the ledger.

```
1 package main
2
3 import (
4     "bytes"
5     "encoding/json"
6     "fmt"
7     "strings"
8     "github.com/hyperledger/fabric/core/chaincode/shim"
9     pb "github.com/hyperledger/fabric/protos/peer"
10 )
11
12 type SimpleChaincode struct {}
13
14 type User struct {
15     ID        string `json:"id"`
16     LegalName string `json:"legalName"`
17     Role      string `json:"role"`
18     UserCert  string `json:"certificate"`
19 }
20
21 func (t *SimpleChaincode) Init(stub shim.ChaincodeStubInterface) pb.Response {
22     var err error
23     fmt.Printf("\n\nInitialization successful")
24     return shim.Success(nil)
25 }
26
27 func (t *SimpleChaincode) Invoke(stub shim.ChaincodeStubInterface) pb.Response {
28     function, args := stub.GetFunctionAndParameters()
29     fmt.Printf("\n\n\n#### INVOKE: function: %v, args: %v\n", function, args)
30     if function == "registerUser" {
31         return t.registerUser(stub, args)
32     } else if function == "doSomethingReallyCool" {
33         return t.doSomethingReallyCool(stub, args)
34     }
35     return shim.Error("Unknown function: " + function)
36 }
37
38 func main() {
39     err := shim.Start(new(SimpleChaincode))
40     if err != nil {
41         fmt.Printf("Error starting Simple chaincode: %s", err)
42     }
43 }
```

Chaincode Key APIs

The ChaincodeStub provides functions that allow you to interact with the underlying ledger to query, update, and delete assets. The key APIs for chaincode include:

func (stub *ChaincodeStub) GetState(key string) ([]byte, error)

Returns the value of the specified key from the ledger. Note that **GetState** doesn't read data from the Write set, which has not been committed to the ledger. In other words, **GetState** doesn't consider data modified by **PutState** that has not been committed. If the key does not exist in the state database, **(nil, nil)** is returned.

func (stub *ChaincodeStub) PutState(key string, value []byte) error

Puts the specified key and value into the transaction's Write set as a data-write proposal. **PutState** doesn't affect the ledger until the transaction is validated and successfully committed.

func (stub *ChaincodeStub) DelState(key string) error

Records the specified key to be deleted in the Write set of the transaction proposal. The key and its value will be deleted from the ledger when the transaction is validated and successfully committed.

Transaction Processor Functions

When using Hyperledger Composer, Smart Contracts are written in JavaScript, and are implemented as **Transaction Processor Functions**

Transaction processor functions are automatically invoked by the runtime when transactions are submitted using the `BusinessNetworkConnection` API.

Decorators within documentation comments are used to annotate the functions with metadata required for runtime processing.

```
/**
 * Sample transaction processor function.
 * @param {org.acme.sample.SampleTransaction} tx The sample transaction instance
 * @transaction
 */
function sampleTransaction(tx) {
    // The relationships in the transaction are automatically resolved.
    // This means that the asset can be accessed in the transaction instance.
    var asset = tx.asset;
    // The relationships are fully or recursively resolved, so you can also
    // access nested relationships. This means that you can also access the
    // owner of the asset.
    var owner = tx.asset.owner;
}
```

The state of assets are stored in asset registries, which are queried and updated within transaction processor functions

Composer defines JavaScript APIs and REST APIs to submit transactions and to create, retrieve, update, and delete assets within asset registries

```
/**
 * Sample transaction processor function.
 * @param {org.acme.sample.SampleTransaction} tx The sample transaction instance
 * @transaction
 */
function sampleTransaction(tx) {
  // Update the value in the asset.
  var asset = tx.asset;
  asset.value = tx.newValue;
  // Get the asset registry that stores the assets. Note that
  // getAssetRegistry() returns a promise, so we have to return
  // the promise so that Composer waits for it to be resolved.
  return getAssetRegistry('org.acme.sample.SampleAsset')
    .then(function (assetRegistry) {
      // Update the asset in the asset registry. Again, note
      // that update() returns a promise, so so we have to return
      // the promise so that Composer waits for it to be resolved.
      return assetRegistry.update(asset);
    })
}
```

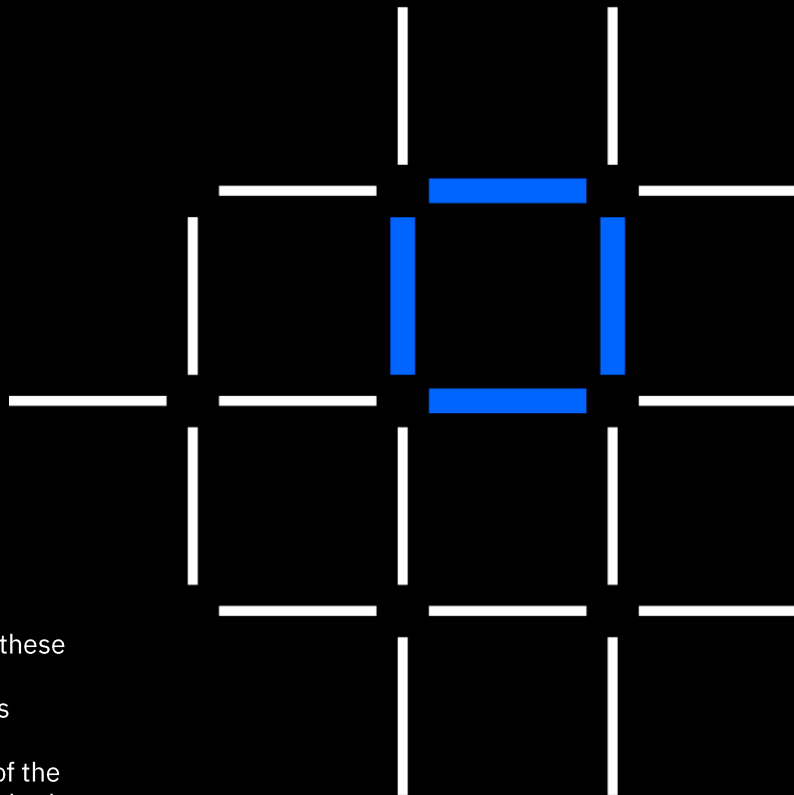
Thank you

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