

TAU

Decentralized communication with high-scaling blockchain economy.

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On-going notes: <https://github.com/wuzhengy/TAU/blob/master/README.md>

Github repo: github.com/Tau-Coin/dhtTAU

#blockchain #dapp #dht #messenger #mobile-mining #server-less

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ABSTRACT

Telegram or WeChat provides good communication service on throughput and experience. However, centralized systems do not encourage an independent immutable economy in a digital group. Without financial incentive, a community carries lower value and puts more burden on volunteers contribution. This gives “big tech” chances to monopoly the ecosystem to force small players paying perpetual loyalty. The central controls data transparency and membership without fair negotiation. This is shown in WeChat situation.

Blockchain provides immutable ledger for an economy to operate, but it is lack of scalability to satisfy massive user base. TAU aims to bring high-scaling blockchain economy to one of the digital community services, a decentralized messenger.

TAU is composed of parallel mobile mining blockchains to achieve the unlimited scalability via multiple chains. Group creator issues fixed amount of coins to the community independent from TAU. That the coins circulating through innovative functions will create financial reward to participants. Any community will bear value. The bigger a community grows, the higher value coins are.

The novel “Proof of Transaction” consensus algorithm, POT, uses on-chain transaction history as probabilistic weight in mining a new block. Chain’s fork selection is done through accumulative difficulty and peers voting. POT is a light blockchain consensus. A smart phone can mine thousands of parallel chains simultaneously .

TAU prioritizes on smart phones to collectively store and verify data. We use a customized multi-level Distributed Hash Table for “peer to consensus” communication. Building blockchain applications on DHT is the most important innovation TAU is about.

* All TAU source code is open and free, except for the ONE TAUcoin genesis secret key.

1. VISION

Blockchain technology needs to support high-scaling decentralized application for its general social acceptance. Current systems, such as BTC or EOS, are limited in scalability and require significant server resources, which causes mining monopoly. The monopolized mining pool restricts decentralized social computing.

On the other hand, centralized services, such as Telegram and WeChat, are efficient, but not giving enough financial reward for small businesses to prosper. The “big tech” makes much profit by over-taxing on information service, which discourages small business growth. Big data and AI is heavily invested with hope to wipe out human engagement and make system more centralized.

TAU envisions that high-scaling blockchains will eventually replace today’s “big tech” applications such as Uber, Priceline, Youtube, whatsapp and more. It will provide fair incentive and computing efficiency for a decentralized digital economy.

To prove this, TAU development is innovating a mobile blockchain messenger. The communication experiences will be similar to “Telegram”, except that it is server-less and blockchain coins enabled. The coins consumption and circulation will give value to the community. We believe that an unlimited scaling blockchain-coins enabled messenger is a step to demonstrate blockchain potential to prevent the world from “big tech” dominance.

The individuals will be given transparent opportunity of making income according to their work and knowledge, rather than platform receiving overwhelming profit by controlling data and process. In most parts of the planet, the monopoly of information causes financial poverty and lack of education. TAU is commissioned to discover this uncharted blockchain ability.

2. MOBILE PHONE INDEPENDENCE ON “TAU DHT PROTOCOL”

TAU enables mobile device to be an independent node. Without being authenticated or relayed under servers, personal mobile devices can build, mine and transact on any blockchains. When phone liberated from servers, it is the base for individual equalization in the computing world. In a server-less environment, there is no function difference between mobile phone and server. This reduces the cost of operating an application.

The biggest technical challenge is in the mobile networking. In order to protect phones, ISPs install many firewalls and proxies. It is a good practice for security. However, this stops direct peer to peer communication. Phones have to go through a server for data relay. We need a central-less over-lay network protocol for phones direct communication.

In the past, torrent community used central trackers to coordinate clients. There is much legal pressure to stop trackers. As a result, torrent community adopted Distributed Hash Table (DHT) to enable tracker-less network. DHT has supported decentralized torrent operation for decades with hundreds of millions of users. The protocol evolves through a few decades from Pastry, Coral to Kademlia. Bittorrent has done great job to build Mainline DHT for fitting torrent. Further more, Arvid Norberg

has proposed BEP 44 extension. This adds the arbitrary data cache services. TAU extends BEP 44 key-value pairs for describing block content and messaging. We believe DHT blockchain is TAU's **most important** innovation.

To operate a decentralized app, we add the following:

1. Data schema represents blockchain, message or images, etc. For different data schema, different level of cache is needed. BitTorrent DHT is used as level ONE cache of blockchain and chat. We are expecting level TWO for image and level THREE for video. In TAU, each mutable data item is an entry to a type of data schema.
2. Republishing is an action to increase the data availability for persistent data. BEP 44 delegates republishing to applications. TAU defines new republishing strategy according to different schema and uses block time as publishing interval.
3. The TAU DHT network is viewed as collaborative "**memory**" of a global computer, while storage of each personal devices will exchange data with "memory". However, a full traverse of peers through "memory" will incur $O(N)$ level complexity, which is not ideal for decentralized apps. Through each peer's knowledge on latest state changes, it is possible to reduce traversal complexity to $O(\log N)$. This idea inherits from Dynamic Programming by MIT Prof. Erik Demaine. Therefore, each data item will include both content and hash link.

These three upgrades will lead to the birth of TAU DHT protocol. We will release TAU DHT on GitHub.

3. FROM P2P TO P2C (PEER TO CONSENSUS)

The TAU networking changes from "Peer to Peer" to "Peer to Consensus". Temporary cache on DHT seems to be "sloppy" with much uncertainty. However, with large number of nodes collectively maintain the "cache", it will make communication robust by overlaying on top of segmented IP network. The network effect will make blockchain communication reliable in server-less environment. This has been proved in BitTorrent with daily millions of DHT nodes online to maintain a vast number of video downloading.

However, a big "cache" without the address regulation is dangerous. For example, in a community, how members are supposed to know which one belongs to which group? If everyone can bring peers into a group to send messages, it will spam the community very quickly.

Through blockchain consensus, peers have a common understanding for membership and financials. Each peer posts information into consensus cache for other peers to retrieve, assuming others understand the blockchain state. In DHT, a piece of information is commonly stored in 8 nodes among the "cache". After a peer send out information, it can go off-line, which is not affecting communication.

The communication in the consensus environment is similar to the pub/sub model and does not require counter-party to be connected. Currently the performance of pub/sub based decentralized messaging system is still unknown. It is in each peer's decision

how to treat other peers, such as blacklist or accepting messages. We call this “Peer to Consensus”, P2C.

4. PROOF OF TRANSACTION

Proof-of-transaction is a permission-less consensus that miners compete on history transaction volumes. The more transactions a peer performs, the higher probability that the peer wins the right to generate the next block and get the reward. TAU uses “Power” to describe the transaction accumulation. We inherit much knowledge from NXT POS protocol to create POT consensus. POT encourage more peers to make transactions rather than holding coins for mining.

Power

For each mining peer, its mining power P is

$$P = \text{SQRT} \sum_{\text{History}} \text{Outbound Transaction Number}$$

Difficulty Target

Base target $T_{b,n}$ controls the average block interval time at block n . The greater the base target, the faster the next block is generated. It is adjusted by the previous block’s base target and the average time required to generate the previous three blocks.

- $T_{b,n-1}$ is the base target of the previous block.
- I_n is the average time interval of the previous three blocks.
- Assumption is that the average block time is 300 seconds.
- $R_{max} = 335$ controls the maximum increase of base target.
- $R_{min} = 265$ controls the maximum decrease of base target.
- $\gamma = 0.64$ makes the decrease of base target smoother.

$$\text{If } I_n > 300, T_{b,n} = T_{b,n-1} \times \frac{\min(I_n, R_{max})}{300}.$$

$$\text{If } I_n < 300, T_{b,n} = T_{b,n-1} \times (1 - \gamma \frac{300 - \max(I_n, R_{min})}{300}).$$

For every address, we define target value T as the product of its power P , base target value $T_{b,n}$ and a time counter C . This counter is the time in seconds elapsed since the timestamp of the previous block.

$$T = T_{b,n} \times P \times C$$

Thus, target value T is proportional to the mining power and increases as time passes. It determines the difficulty for each address to generate the next block.

Generation signature

For block n , there is a field called generation signature G_n . To assemble a new block, each address concatenates its own public key with G_n and calculates a hash to create G_{n+1} .

$$G_{n+1} = \text{hash}(G_n, \text{pubkey})$$

We use the following formula to give each address a random variable of exponential distribution, called hit H of this address.

H = First eight bytes of G_{n+1}

Block generation and forks

An address can generate the next block when

$$H < T = T_{b,n} \times P \times C$$

Initially, time counter C is very small, which means T is very small and it is likely that no address satisfies the above inequality. As time goes, T gradually increases with C , until at some time one address for the first time satisfies the inequality. Then this address can generate the next block. If it does not, as time goes, there will be the second, third and more addresses that satisfy the block generating condition. Eventually, there will be one address to generate a new block.

A temporary fork may occur when two valid blocks are received by one node. We use cumulative difficulty to determine the “best” chain, which is the version to be accepted by every node under POT. Since base target value is the inverse of one block’s difficulty, we define cumulative difficulty D_n at block n as

$$D_n = D_{n-1} + \frac{2^{64}}{T_{b,n}}$$

Cumulative difficulty also serves to prevent nodes from tampering with the timestamp. If one node modifies its local time to generate a new block, difficulty on this block will be lower by the block mining inequality. So this fork will eventually be abandoned due to smaller cumulative difficulty.

5. BLOCK CONTENT

Bittorrent DHT table allows maximum 1k bytes for value storage. In order to fit the protocol for level ONE cache, TAU puts one transaction into a block in version 1, that

one block equals one transaction. This simplifies the DHT lookup and blockchain operation. The current protocol generate one block every 5 minutes in a single chain. TAU is relying on parallelism for high throughput.

There are several ways to to increase transaction volume on a single chain, it requires the community to agree on upgrading software. We are leaving this process open for future exploration. Options are:

1. put multiple transactions under one hash
2. increase default block generation frequency
3. during genesis of a blockchain, the creator could customize the block time that leads to higher “transaction per second”, TPS

Increase single chain TPS will put more risk on congestion. It is still unknown of how DHT network reacting to this type of upgrade. We will explore this along the product adoption and experiment result.

In genesis block, the creator’s public key will be issued **10 million coins and one year’s accumulative transaction power**. The transaction power is reserved for creator to obtain ability for airdrop transactions. Airdrop is a method to give away coins to initial members.

The block includes:

1. version
2. timestamp
3. blockNumber
4. previousBlockHash
5. immutablePointBlockHash; help voting the right fork
6. baseTarget; for POT calculation
7. cummulativeDifficulty; for POT calculation
8. generationSignature; for POT calculation
9. transactionMessage; transaction content with transaction sender’s signature
10. chainID
11. `TxsenderTAUaddress`Nonce; the accumulated transaction number
12. `Txsender`Balance
13. `minerTAUaddress`Balance
14. `Txreceiver`Balance
15. ED25519 public key as TAUaddress
16. ED25519 signature

6. PARALLEL BLOCKCHAINS

Single chain system such as Bitcoin and Ethereum is speed-limited by teen level TPS, since events have to be agreed by all miners. Many scaling modifications on single chain are proposed, such as EOS dPOS and IOTA Graph. However, they are compromised either on permission-less or decentralization quality.

TAU fosters a multi-coins ecosystem with parallel independent blockchains. Each chain is still limited in speed, but overall system is unlimited for scaling up. These parallel blockchains share the same key pairs and allows peers to coordinate events among chains. TAU uses public key as address, that simplifies DHT mutable data operation. This is different from other blockchains hashed key address.

Parallel blockchains can be viewed as public storage for application data, especially meta-data that describes business and social relationship. The openness of data will create opportunity for app innovation.

7. VOTING AND MUTABLE RANGE

When a new peer joining the community, it uses voting process to chose the right fork to follow, rather than computing the entire blockchain. Voting is randomly collecting a certain block sample prior to the mutable range.

Mutable range is the range of blocks from the present to a specific history block. Blocks in mutable range is allowed to change due to potential fork switching.

New peer will read sampling blocks from random on-chain peers in the public DHT records. These blocks will be statistically calculated to decide the right chain and point to a block with the most consensus. The new peer will start the mining from the consensus block. Voting makes TAU blockchain much lighter than POW based system. It only verifies blocks from the voted present forward, rather than the genesis time, which could be long time ago.

In the process of regular mining, if a peer find a forked chain splitting the current chain prior to the mutable range, the peer will start a voting process to ensure itself is on the right fork. If the fork point happens prior to 3 times of mutable range, it will alert user to make human decision on the potential chain history attack.

8. COINS ALLOCATION

The total supply for each coin in TAU system is fixed at 10 millions with 8 decimals. TAU overall system can hold unlimited types of coins. When a community established, all coins are issued into genesis public key.

TAUcoin as one type of the TAU blockchains, it is embedded as default chain in the software to provide announcement services to other community. 82% of TAUcoins will be distributed to community. The remaining 18% is reserved by the TAU foundation team for maintenance and development. For legacy TAUcoin/TAUT holders, TAU

genesis account will issue new TAUcoins to those public keys according to their history ownership.

9. TAU AS PUBLICLY AVAILABLE SOCIAL RELATIONSHIP SUBSTRATE

Typically, a “big tech” application includes membership, relationship and business data. Such as in YouTube, relationship to a video host is the critical data that builds up value for the platform. The video content by itself does not complete the whole YouTube business model.

TAU is able to make social relationship data operating independently from central infrastructure. The knowledge of the relationship will become public domain asset. Any service provider can provide data service to the relationship graph by joining the blockchain. Application developer can complete innovations using these public assets.

TAU Messenger can be viewed as a first simple data service collectively provided through community member participation. We are very much open to competition to do that same business model on community public data and our open code.

10. IMAGINE THE FUTURE - DECENTRALIZED SHARING ECONOMY

A good community will generate much social attention and carry certain commercial value. Via coins, it is efficient and accurate to build an economy or wealth in such community. Peers need coins to perform actions such as advertisements, commerce or services. This will lead to the trading of coins, which drives the total worth of a community. Participants can trust ledger transparency and coins scarcity due to blockchain technology.

Furthermore by removing central platform, a successful youtuber can create own community without paying YouTube commission. The same approach can be also used in any Uber type of projects. Drivers can publish service through consensuys, therefore central platform can not charge commission for life. The business data is made as much public available as possible. This will encourage cross-app data sharing. TAU aims to be the source code used to decentralize sharing economy and end the “big tech” monopoly.