

Blockchain's today and tomorrow are scholars of yesterday.

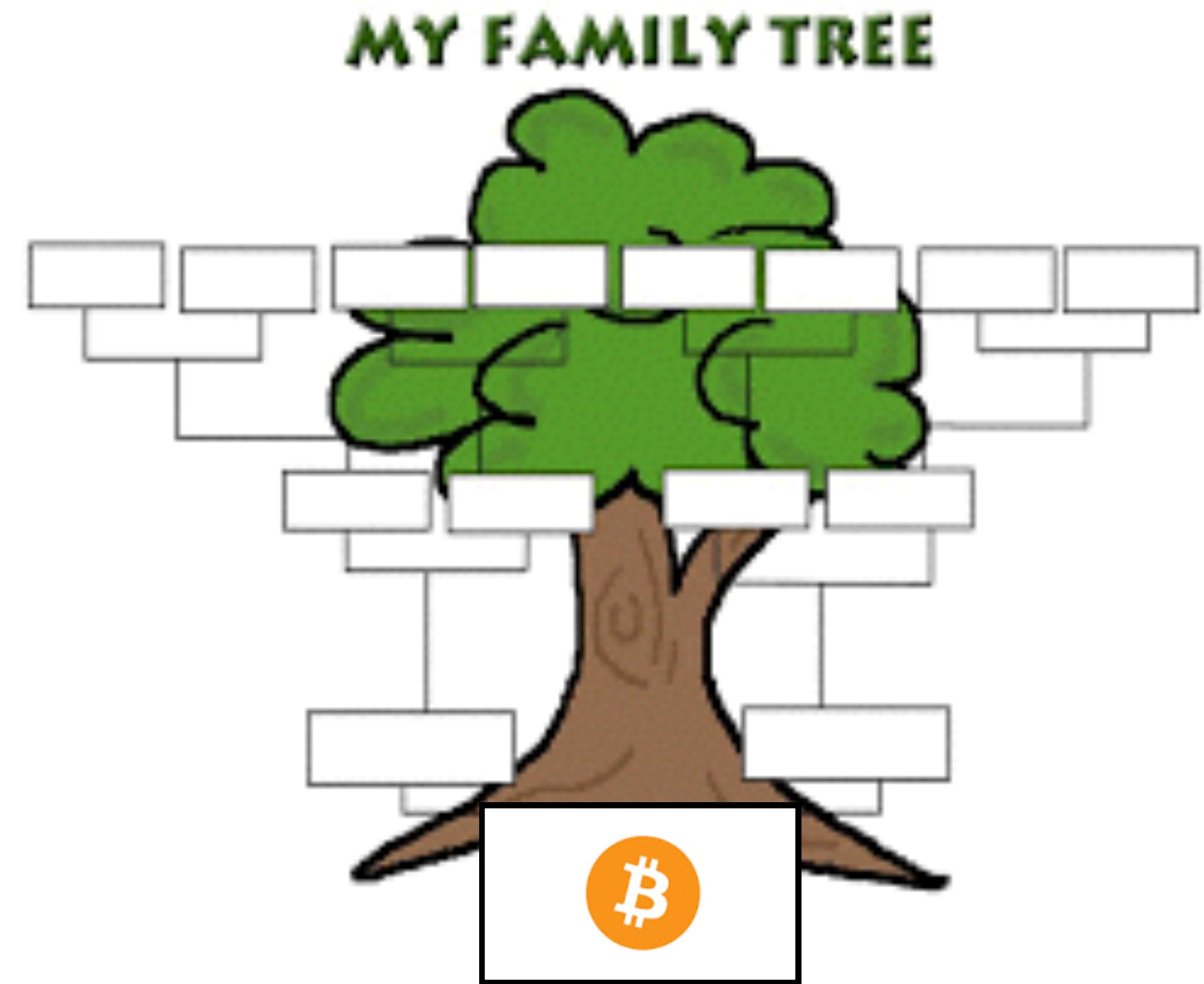
ブロックチェーンにまつわる温故知新

Shin'ichiro Matsuo, Ph.D.

The New Context Conference 2017 Tokyo

How Did Bitcoin/Blockchain Born?

Entirely new invention?



Chronology Before Bitcoin

Modern Cryptography

Digital Signature

Cryptographic Timestamp

Privacy against Government

Export Control

PRISM

Clipper Chip

Privacy Enhancing Technology



Digitalized Cash

Digital Cash

Digital payment

Cost and Game Theory

Cryptographic Puzzle

Rational Advarsary

Decentralization

The Internet

P2P network

2008

3

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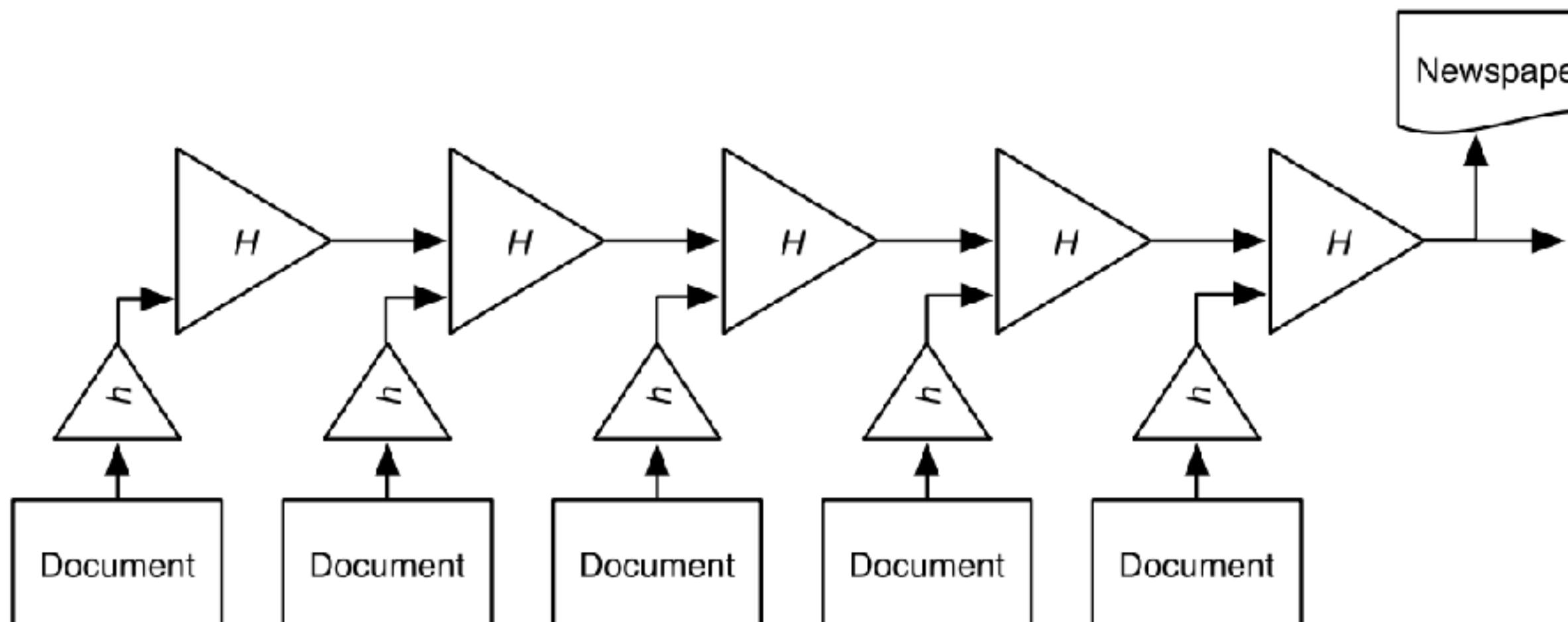
Where the Data Structure of Blockchain Came From... (1990)

How to Time-Stamp a Digital Document*

Stuart Haber
stuart@bellcore.com

W. Scott Stornetta
stornetta@bellcore.com

Bellcore
445 South Street
Morristown, N.J. 07960-1910

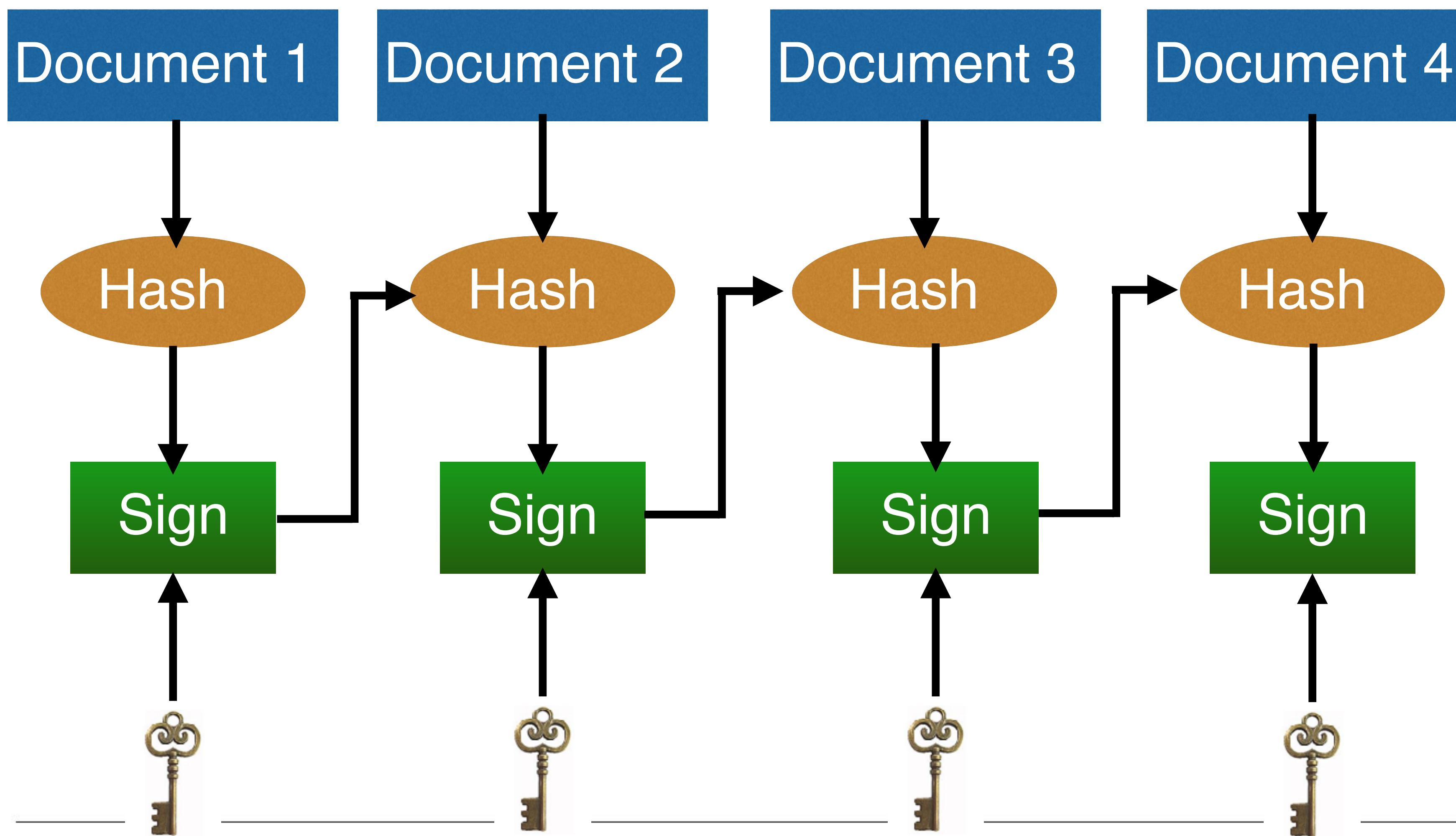


But needs centralized server(s)

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Hysteresis Signature was Invented in Japan (2002)



Waseda Univ.,
Yokohama National
Univ., Tokyo Denki
Univ. and Hitachi Ltd.

Needs
centralized
server(s)

Privacy against Government

Export control of cryptography (-2000)



**Clipper Chip by NSA (1993-1996): A encryption/decryption chip
- US Government can decrypt.**



PRISM: Surveillance by NSA



Financial Cryptography Conference

The screenshot shows a web browser window for the URL ifca.ai. The page title is "Financial Cryptography 97". It features two main sections: "WORKSHOP" (Feb 17 - Feb 21) and "CONFERENCE" (Feb 24 - Feb 28). Each section has registration links: "Register Securely" and "Register Non-SSL". Below these are "Exhibitors" and a photo of palm trees and hammocks on a beach. A yellow banner at the bottom states: "Financial Cryptography 97 will be held in [Anguilla](#) at the [InterIsland Hotel's Conference Room](#)". Another yellow banner below says: "There are several [ways to travel to Anguilla](#). For the conference we recommend a few [places to stay](#)." A "ARRAY DEVELOPMENT" logo is present. At the bottom, it says: "The conference is still looking for more sponsors. You can get on the fc97 mailing list by sending email to fc97-request@offshore.com.ai with the subject 'subscribe'. Questions can be sent to [Vince Cate](mailto:vince@offshore.com.ai) at vince@offshore.com.ai or [Robert Hettinga](mailto:rah@shipwright.com) at rah@shipwright.com."

Usually is held in Caribbean Islands

1st conference (1997) was held in Anguilla.

Free from export control of cryptography

Tax Haven

Initiated by Cypherpunk

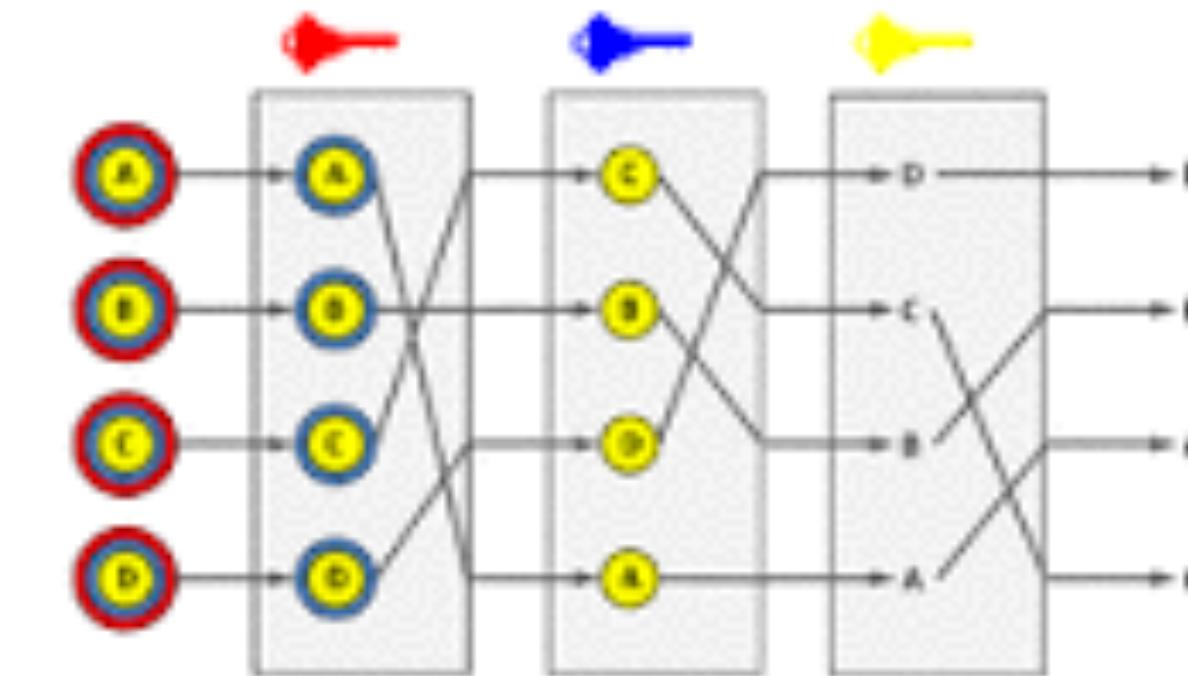
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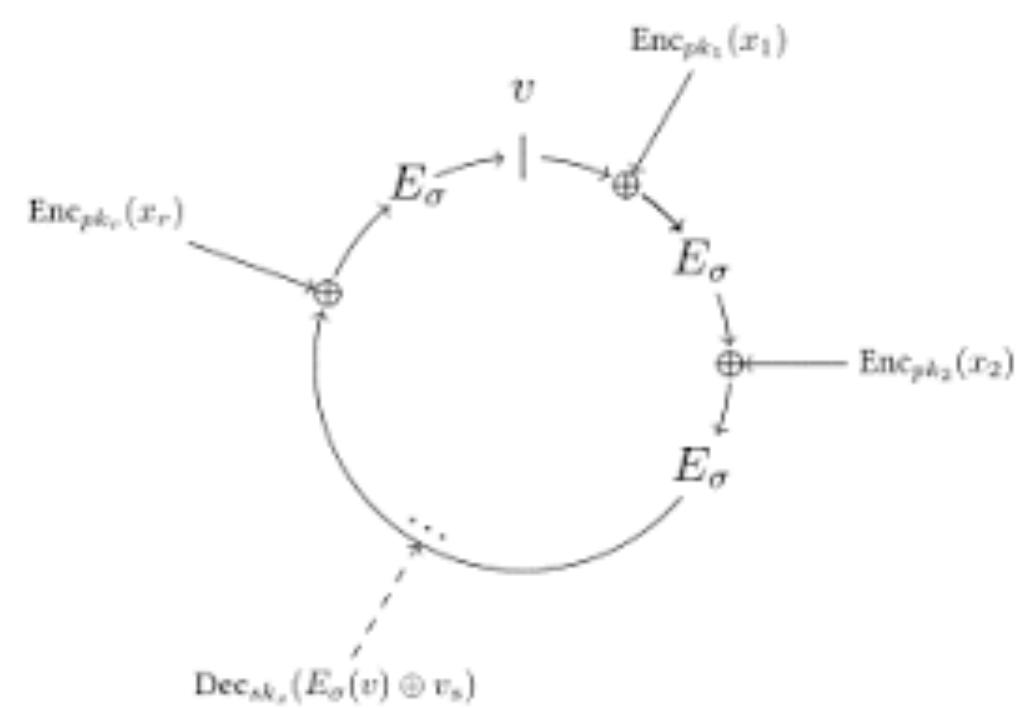
Privacy Enhancing Technologies



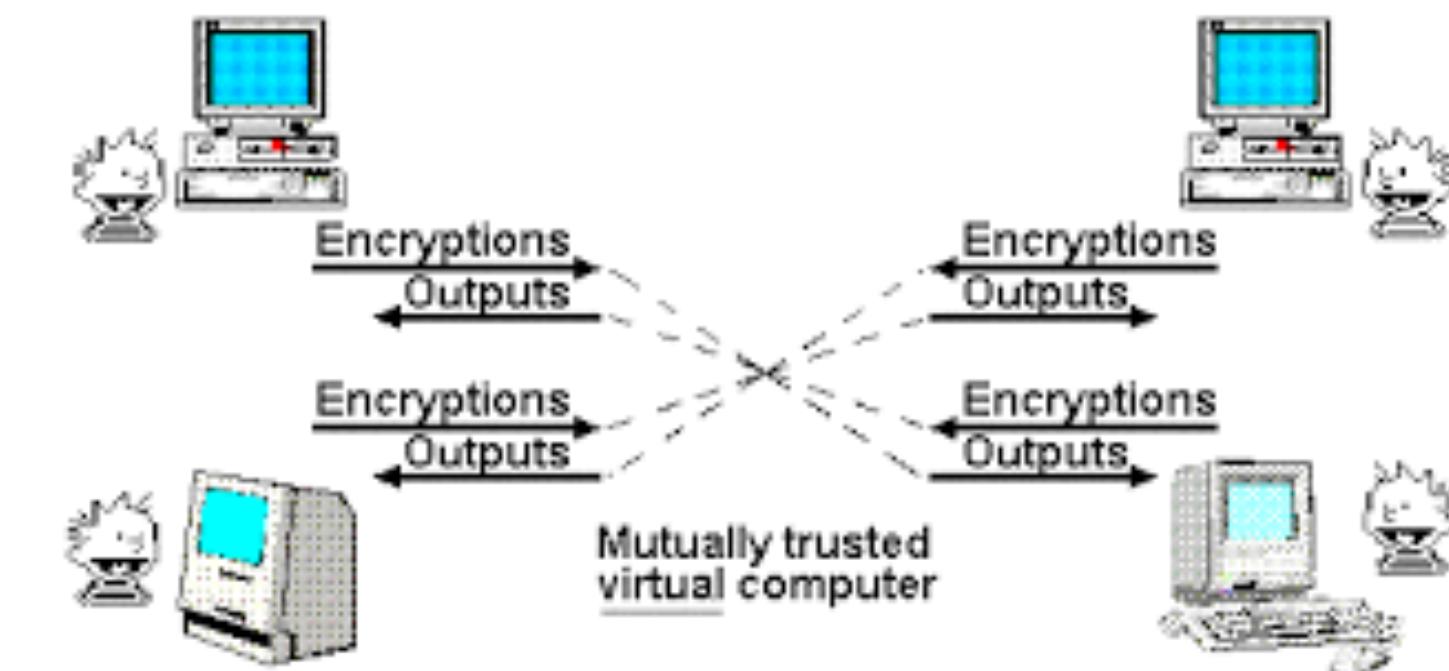
Blind Signature



Mix-Net/Tor



Group Signature/Ring Signature



Multi Party Computation

History of Research on Digitalized Cash (90s)



David Chaum



Stephan Brands

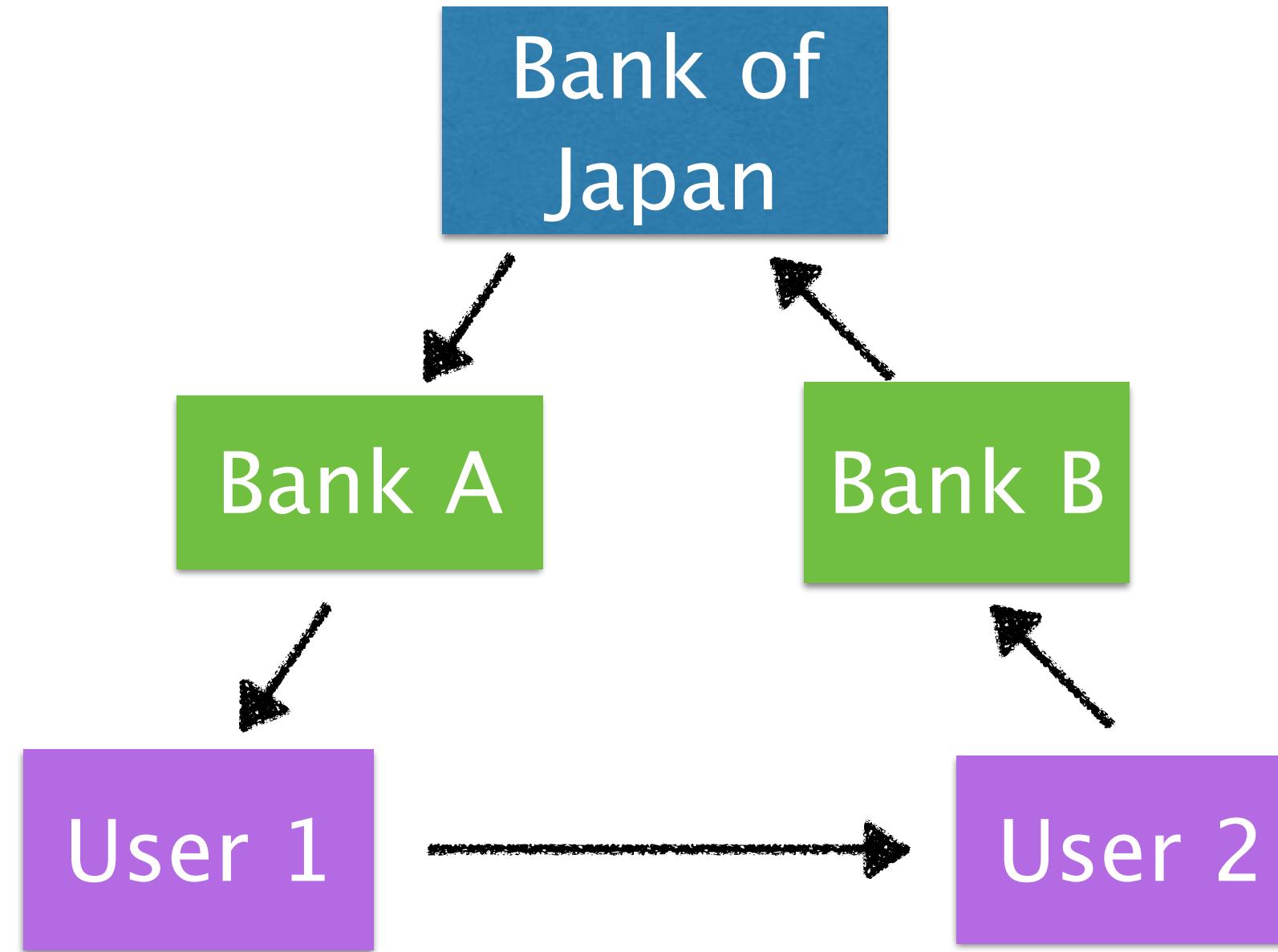


Visa Cash



MONDEX

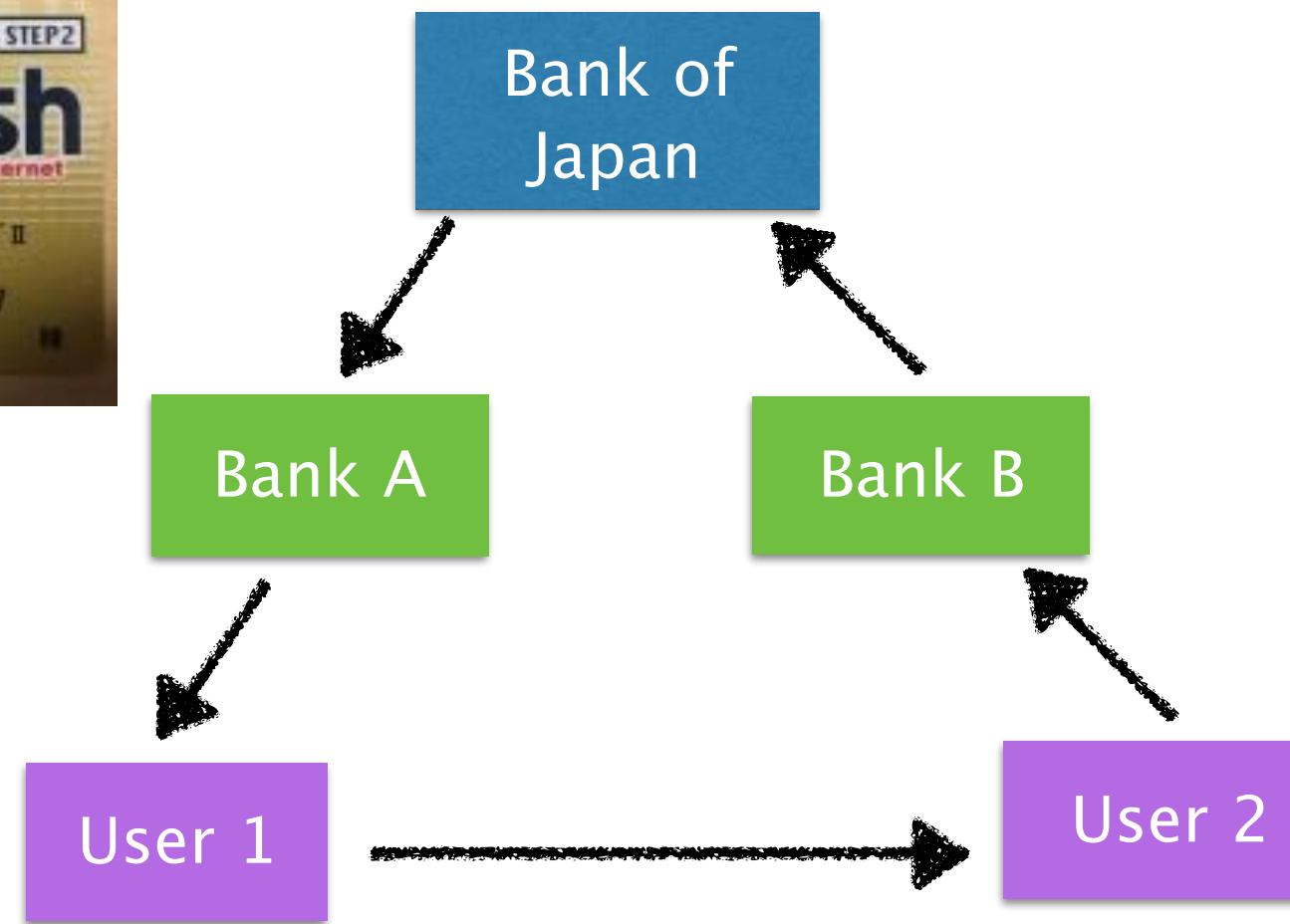
Internet Cash by Bank of Japan and NTT (1997-2000)



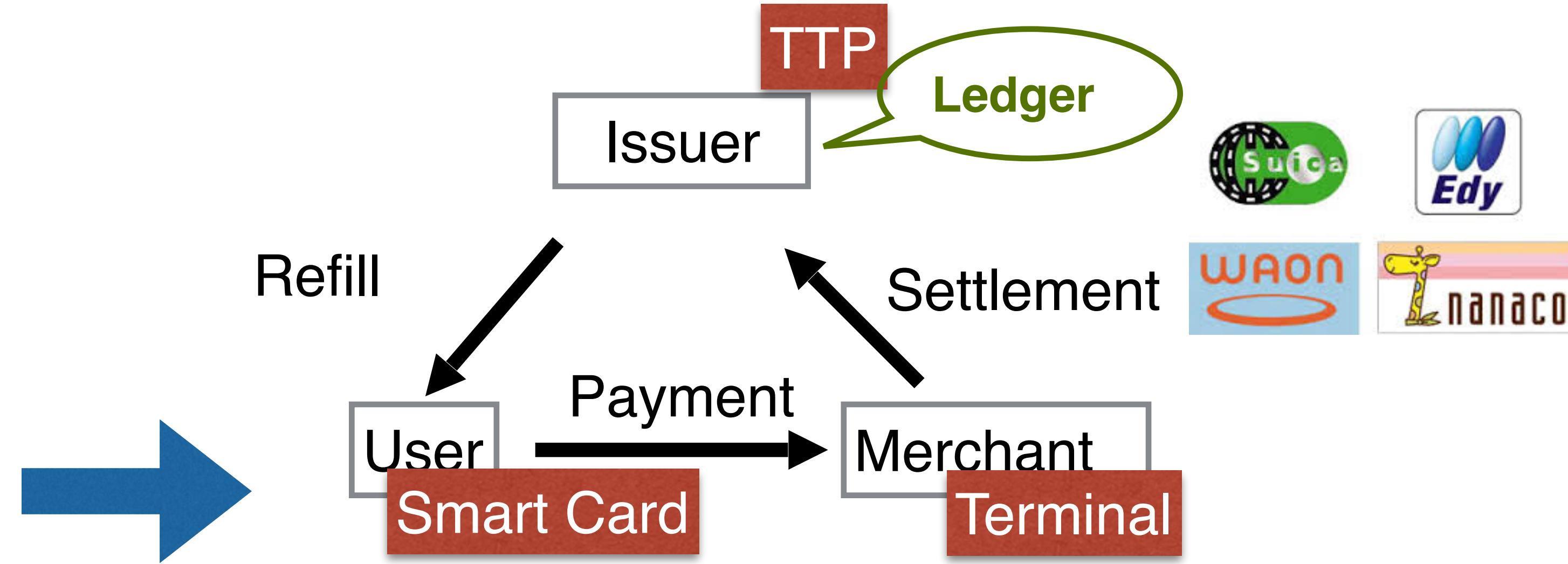
- Implement “Cash” issued by the “Bank of Japan”
- Transferable thorough e-mail attachment
- Multi-currency



Ideal Digitalized Cash vs. Practical Digital Payment



Anonymous
Offline payment
Transferable
Open-loop
Heavy cryptography



Transaction Identified
Online payment
Non-Transferable
Closed-loop
Lighter Processing



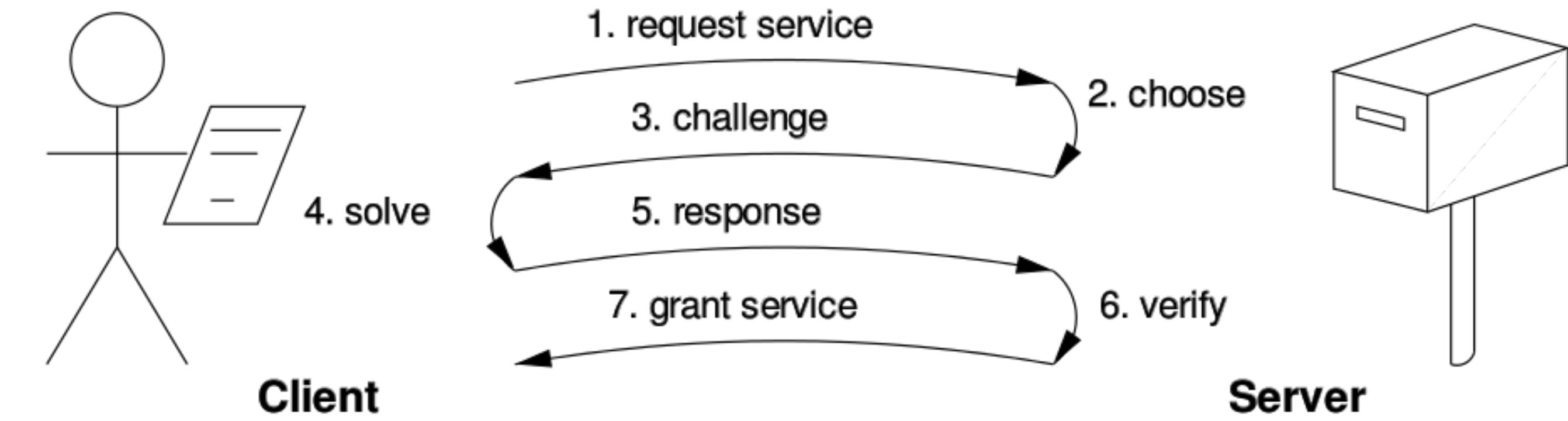
Add Cost to Attack: Cryptographic Puzzle

Originally, was proposed to prevent Denial of Services (DoS) and spam mails (1993).

This idea is utilized in Proof of Work of Bitcoin.

Game theoretical nature in Bitcoin:

Cost to attack vs. cost for future reward



Cryptography and Game Theory (2002-)

Sealed-bid Auction

Vickrey Auction and (M+1) - price auction

Dynamic Programming and combinatorial auction

A class of Pareto Optimal

	A DEFECT	
B DEFECT	8 YEARS?	20 YEARS?
B COOP- ERATE	FREE!	6 MONTHS!

Decentralized Communication: The Internet and P2P

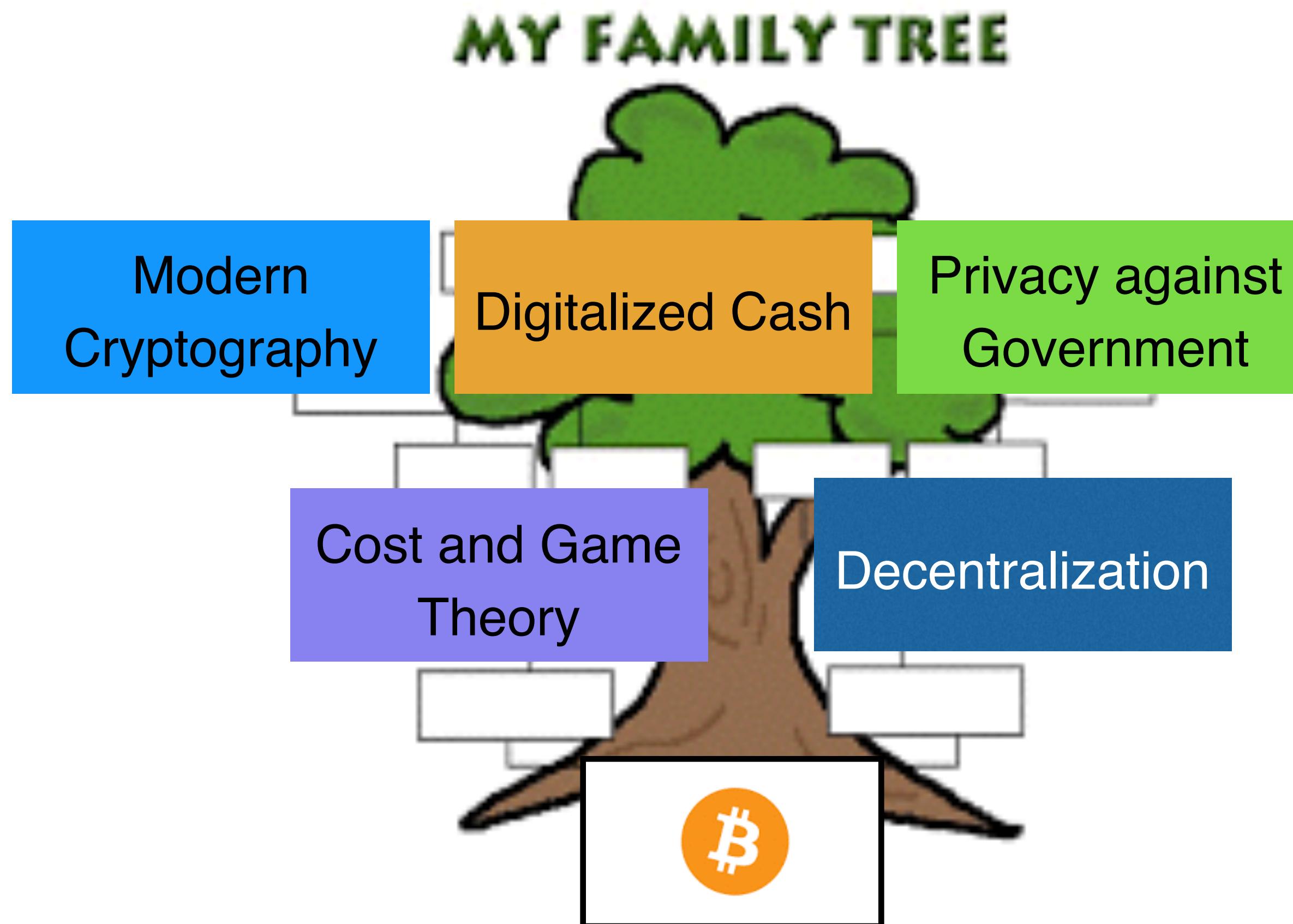
Resilient against fault and malicious activities

No one need to and can govern entire system.

Sharing small trust and responsibility to maintain the system



Bitcoin: Perfect Mix of Past Movements!



Mixing merits of past history of technology development.

Inheritance in Technology Development

Merits of technologies

Defects of technologies



Operation of Cryptography

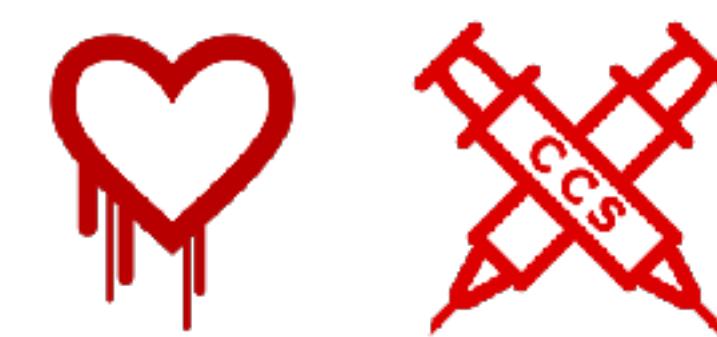
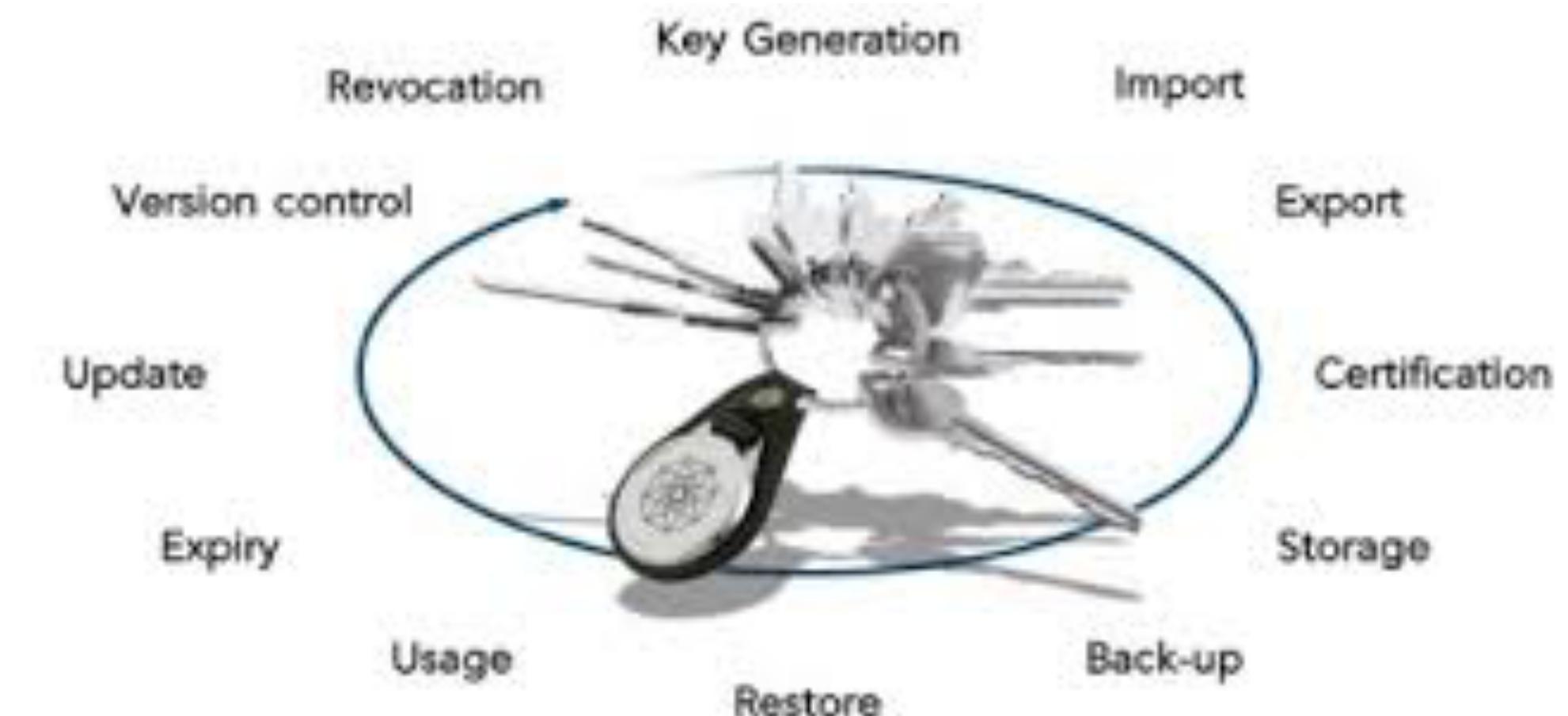
Key management:

Cryptography is a tool to transform the problems of confidentiality, authenticity and integrity to **key management**.

All nodes have responsibility:

Securely manage the key
Security against cyber attack

Secure design of a system based on cryptography



Compromise of Cryptography

Increase of computational power of adversary

Need to extend key length

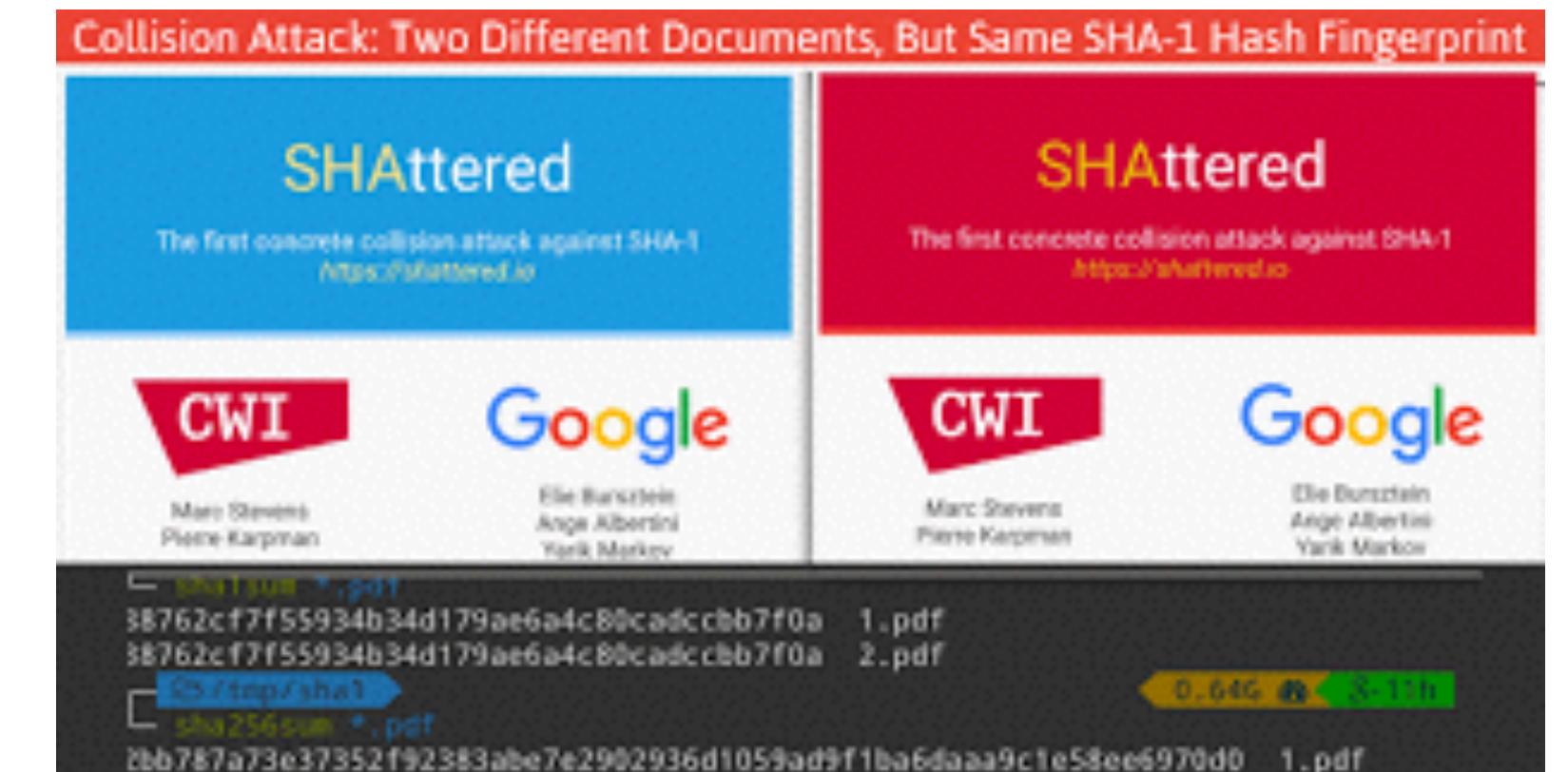
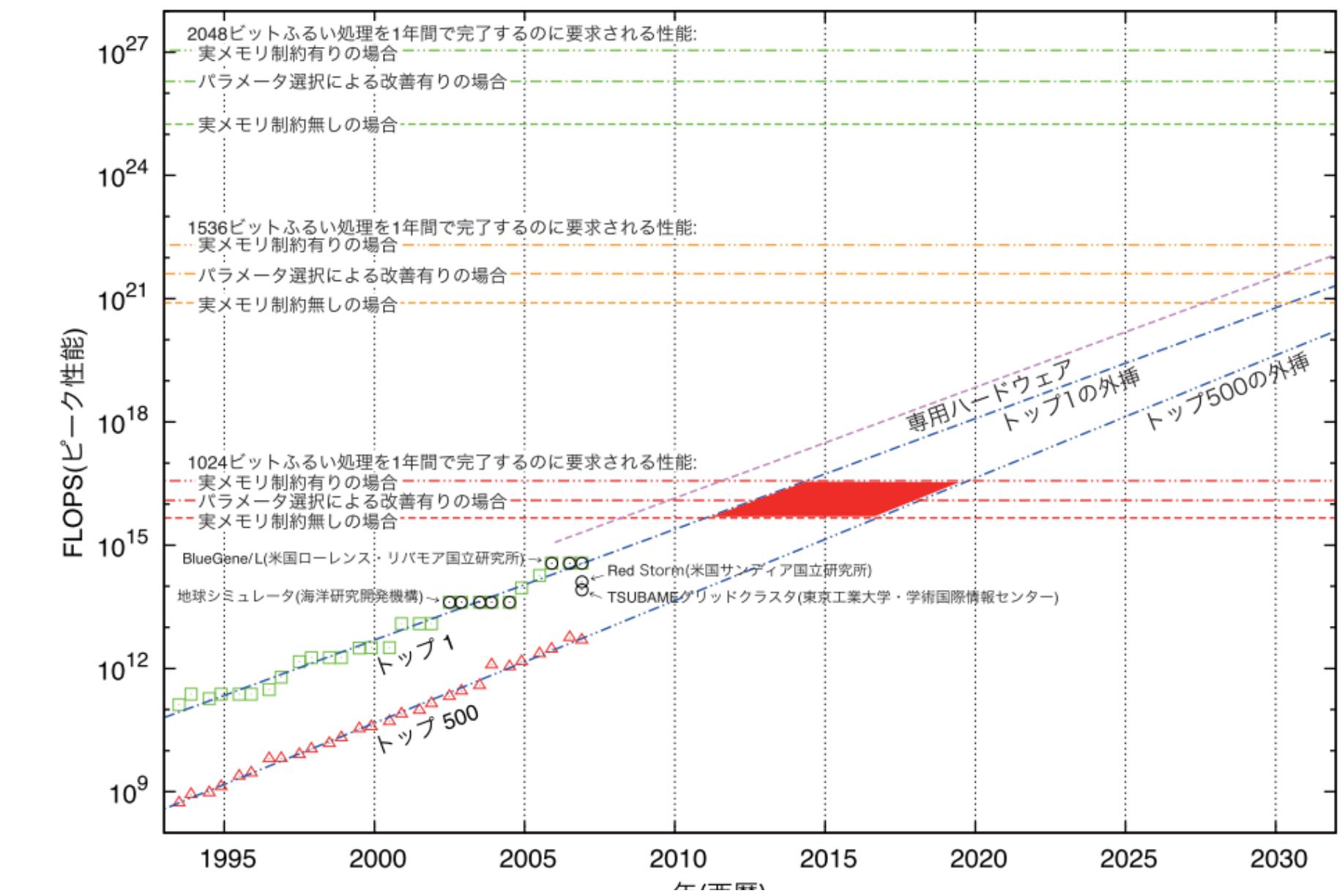
Finding vulnerability of cryptographic algorithm

Case of SHA1

Need transition of underlying cryptography

Long-term Signature (ETSI standard)

Application to Blockchain is to appear in ICCCN, next week.



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Difficulty of Long-term Assurance: Time-stamp Business

**Cannot stop even if the business is
not profitable**

In the case of public blockchain?

**Can we maintain enough number of
blockchain nodes for a long term?**



Understanding Redundancy of De-centralization

A mechanism for de-centralization is redundant.

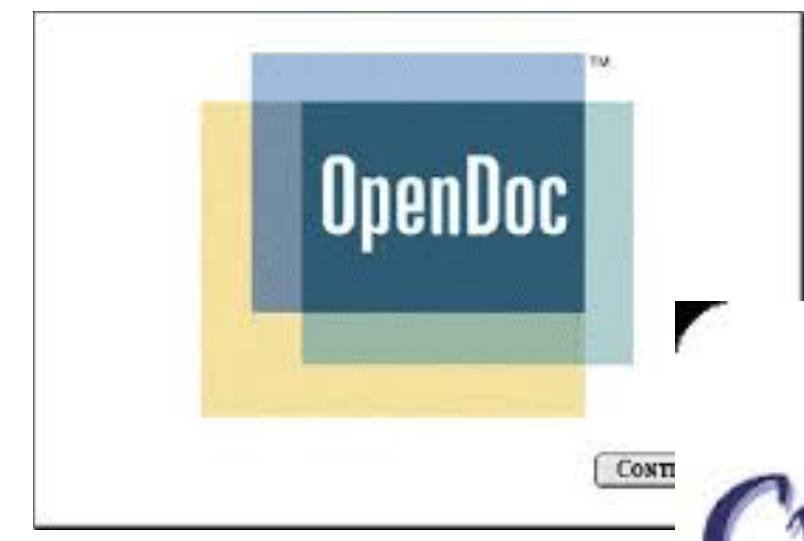
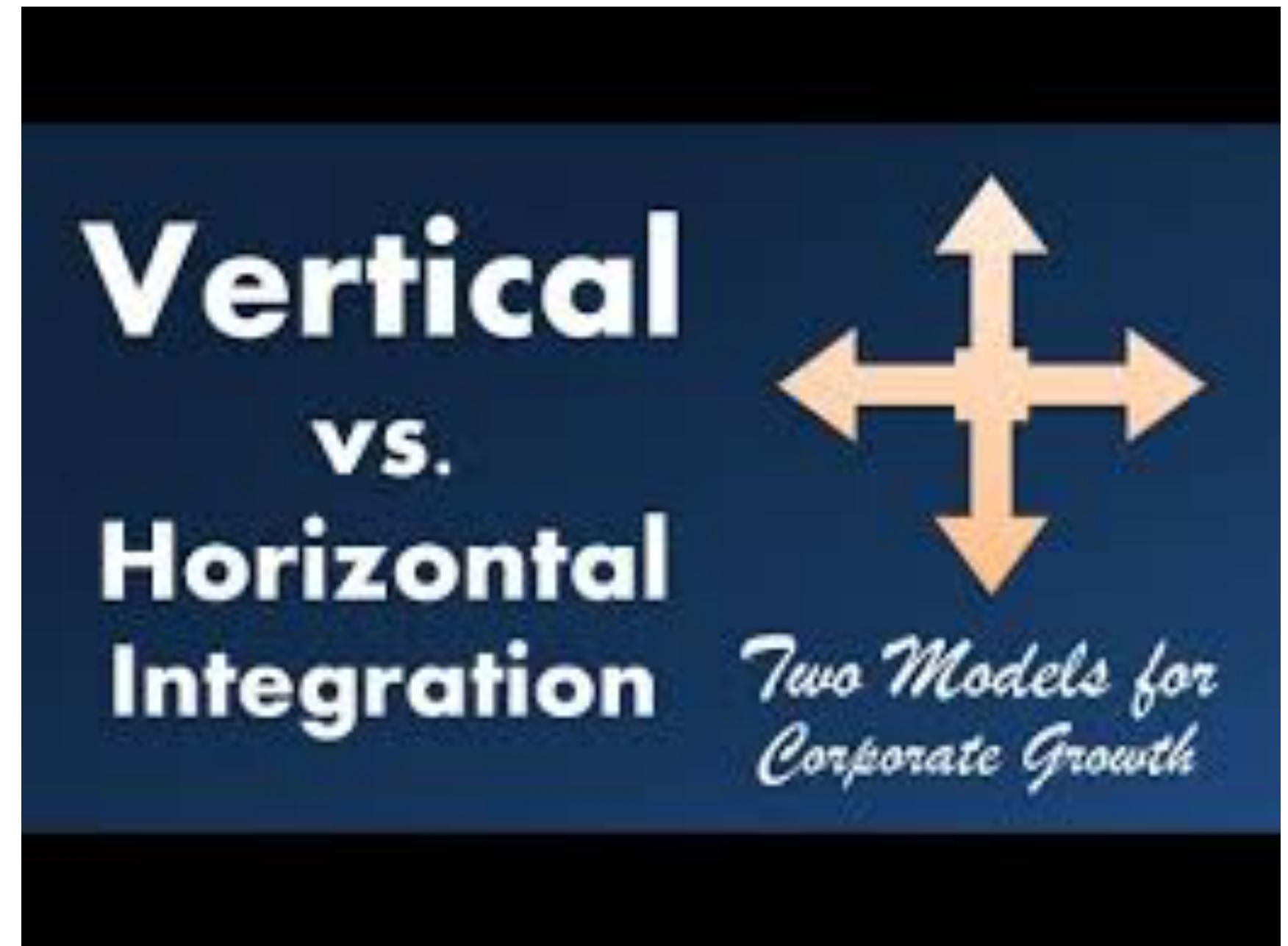
In the Internet, the same packet is resent when the original packet is lost.

In the Blockchain, all nodes should execute chatty protocol and store the same and huge data.



Horizontal vs and Vertical

- Horizontal: extend the possibility of technology, combination and business
ex.) The Internet, Blockchain, Layering and standardization
- Vertical: provides stable system and better UX



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An Article before the Internet

記号処理 31-3
(1985. 3. 12)

統・電子メール呼びかけ報告記

徳田雄洋（山梨大学工学部）
徳田英幸（カーネギーメロン大学）

An Article before the Internet (cont)

2. 呼びかけ以前

(1977年9月 - 1983年12月)

呼びかけ人の一人である徳田英幸（現カーネギーメロン大学）は、USENETに依存するウォータールー大学の大学院に、1977年9月より在学中、機会あるごとに電子メール網への参加の重要性と日本が研究開発用の電子メール網から孤立していることを、日本からの来訪者に説明した。KDDの関係者も含め何人かの人々に、USENETの論理マップ等の資料を手渡したが、ほとんど効果はなかった。徳田英幸は1983年9月に、ARPAインターネットの参加地点であるカーネギーメロン大学へ就職した。

片山卓也（東工大）は、1983年4月より、JSENETとCSNETに依存するノースカロライナ大学に在外研究員として滞在し、電子メール網の重要性を痛感した。同大学のブルース・スミスと共に、日本と米国との間の電子メール接続法を検討する。こ

3. 呼びかけ（1984年1月 - 7月）

1984年1月はじめ何人かの日本からの来訪者との議論を通じ、筆者たちは電子メール網参加の呼びかけを行うことに決める。基本的には、企業内ネットの協力を仮定せずに、USENETタイプのリレーを国際間・国内間に持ちたいという提案の内容とする。呼びかけの方法は、直接郵送、bit誌への寄稿、情報処理学会誌への投稿とすることに決める。

An article before the Internet (cont)

この頃、村井純(東工大)は、日本UNIXユーザ会の中に、ネットワーク研究会を発足させた。

以上の呼びかけを通じて、何度か議論にのぼった話題を以下にまとめる。

1) USENET型メイルリレーの法律的问题

新しく成立した電気通信事業法の下での、日本国内におけるUSENET型メイルリレーの合法性の検討を行う。

2) 単一計算機上の電子コミュニケーション

リモートログインとファイル転送のみからなる単一計算機上の中規模電子コミュニケーションの実験を行う。すなわち、かつての米国のTHEORYNETの試みの日本版である。関連して例えば、KERMITプロトコルの国産パソコン用ソフトウェアの交換を促進する。

4) 大規模プロポーザル

日本の中に、米国のARPAインターネットやCSNET、そして欧洲のESPRIT IESに相当する計算機科学研究用のコンピュータ・ネットワークを建設する具体的プロポーザルを作成する。

現在、日本国内に満ちあふれている、VIDEOTEXを中心とした”ニューメディア”的かけ声の中で、オールドメディアが既に持っている可能性を、広範囲の人々に説明することは、法律制度、文化基盤の違いもあり、大変難しいことである。

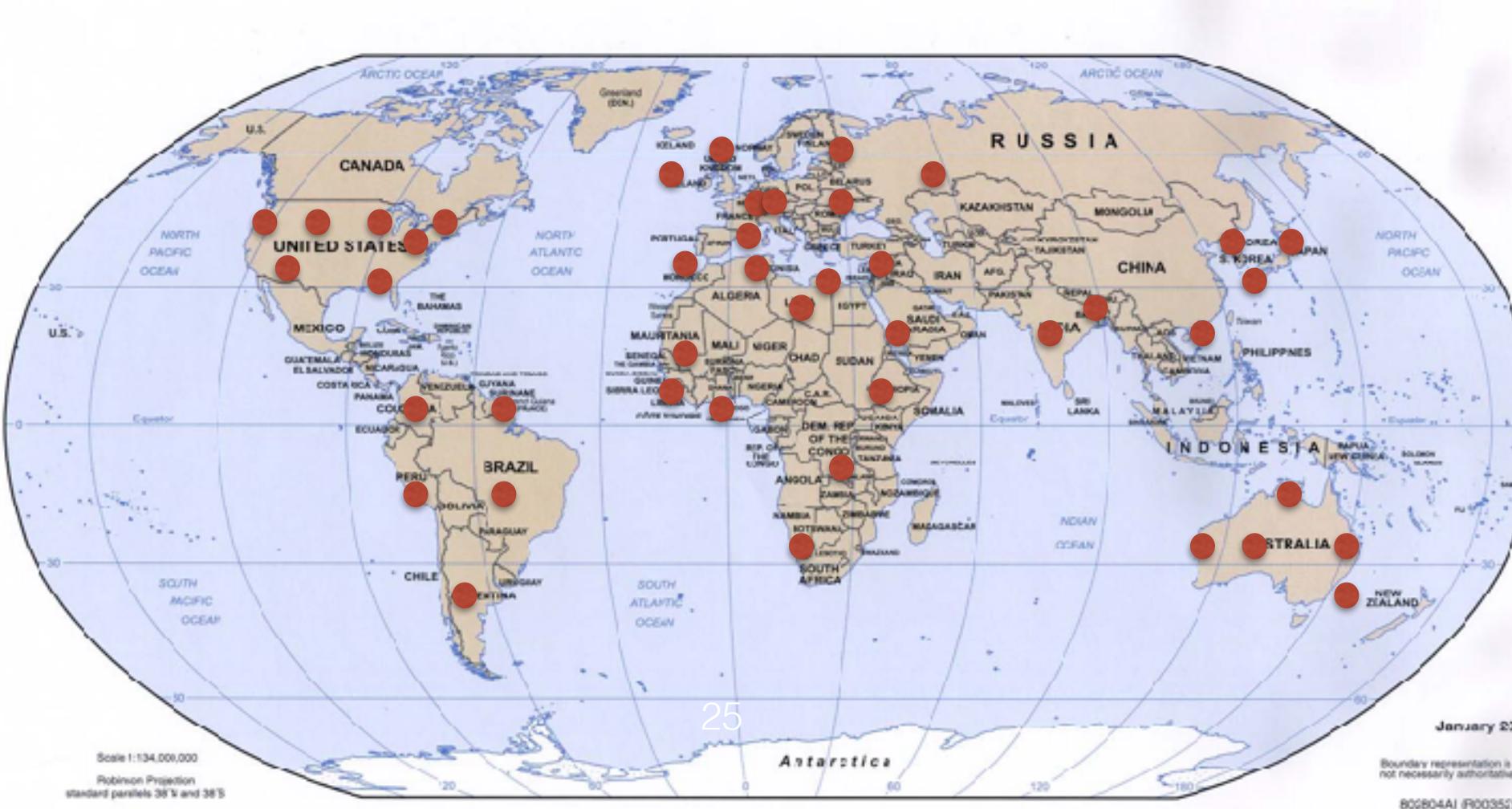
1985年10月には韓国のソウルで太平洋沿岸国とのコンピュータ・ネットワークと電子メール網に関する会議がアジアではじめて開催される。また日本と米国の経済学者とシミュレーション専門家の一部のグループがNSFにプロポーザルの提出準備中で、大規模なCSNETへの参加を計画していると伝えられる。

BSafe.network: Plays the Same Role as NSFNet and BSD



BSafe
network

- A **neutral, stable** and **sustainable** research test network for Blockchain technology by international universities.
- Founded by me and Pindar Wong in March 2016. Each university becomes a blockchain node.
- Research on Blockchain and its applications
 - Not limited to Security. All aspects will be researched.

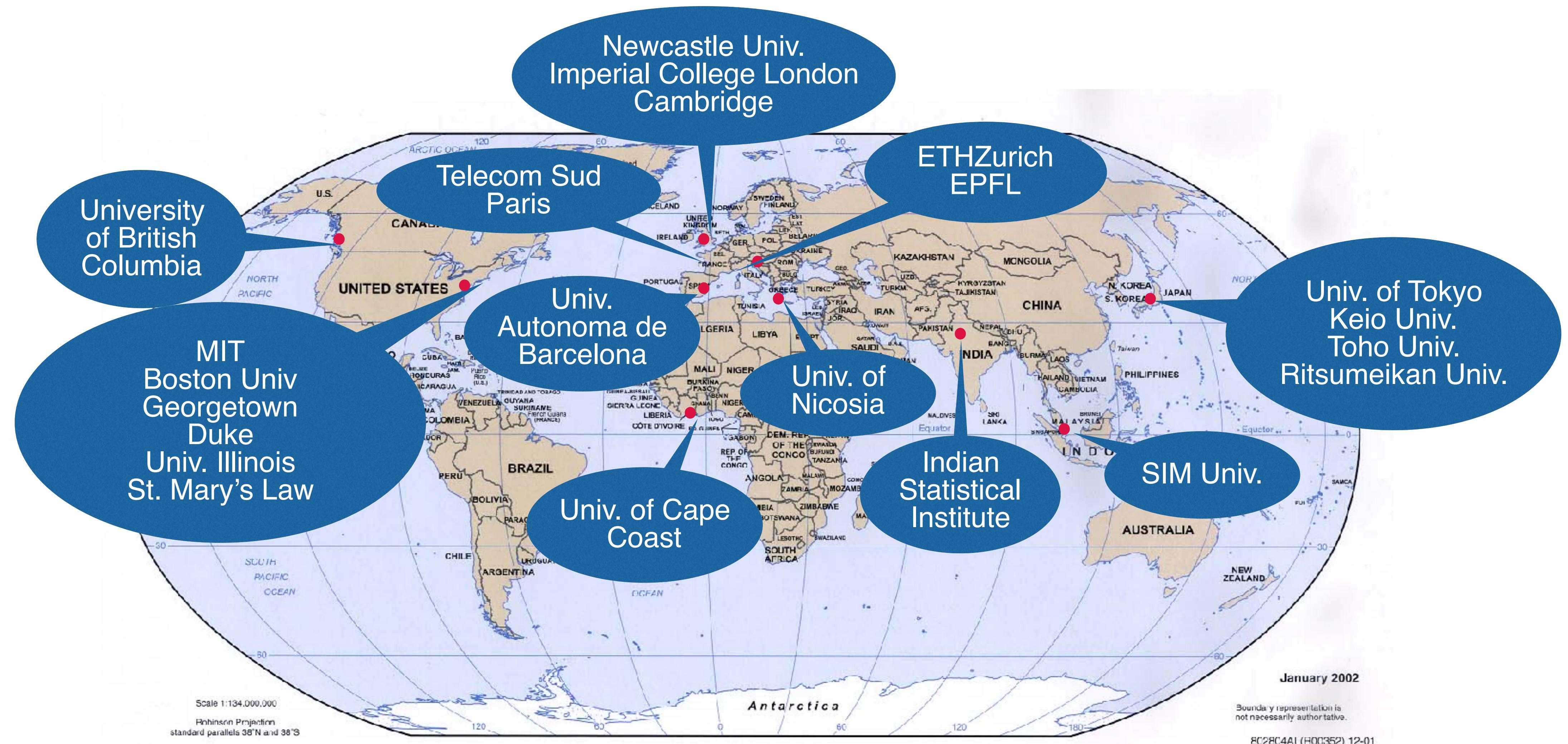


- Neutral platform
- de-anchored trust of Blockchain network
- More nodes (with Neutrality)
- Testbed for academic research

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22 International Universities Already Join and We Add More...



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BASE (Blockchain Academic Synergized Environment) Alliance

**Open and neutral alliance of
Industry-University cooperation**

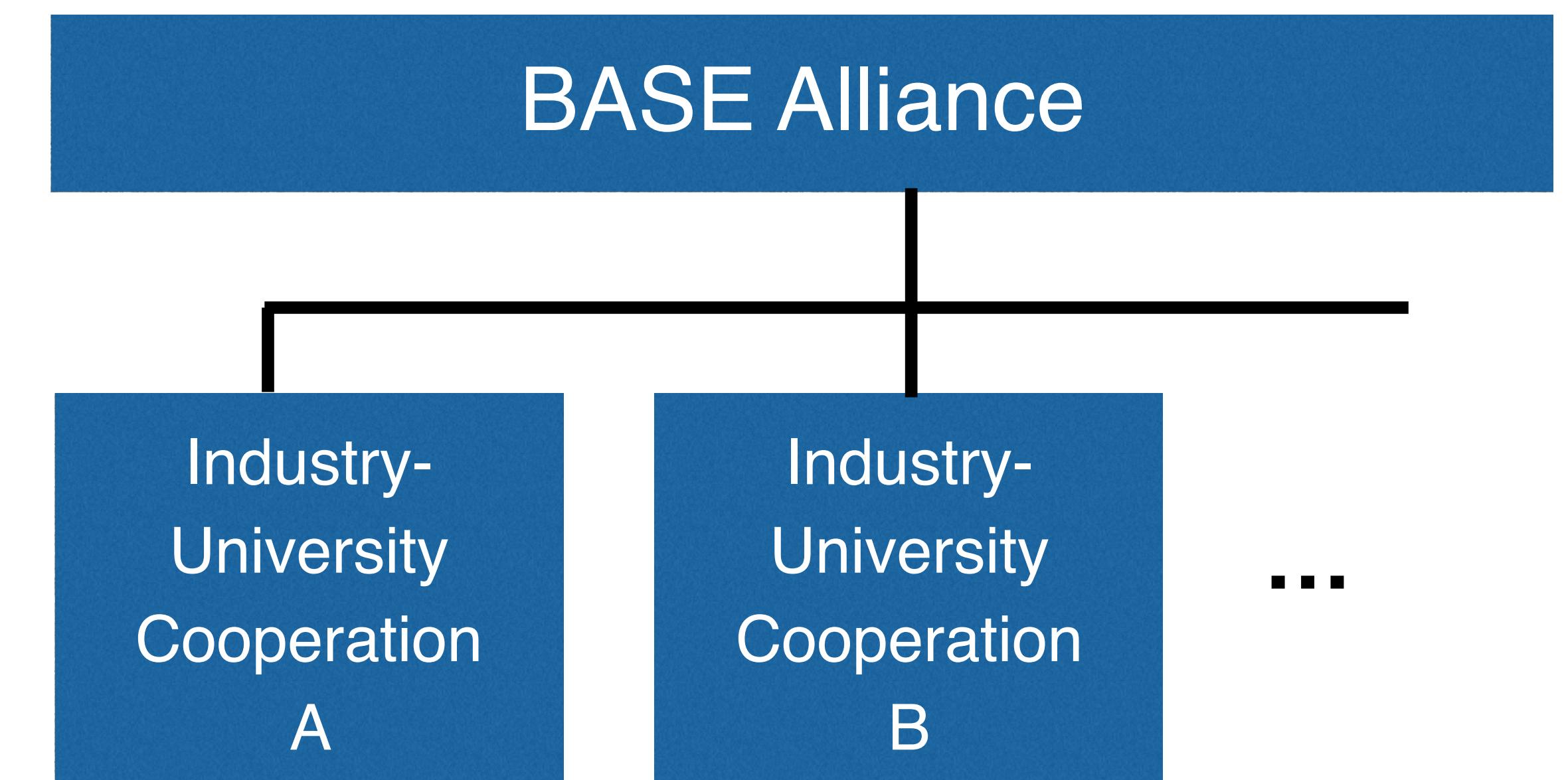
**Joint research, development,
experiment**

**Initiated by the University of Tokyo
and Keio University**

Launch: July 24, 2017



**BASE
ALLIANCE**



**Blockchain's today and tomorrow are scholars
of yesterday. Visiting yesterday is a source of
promising tomorrow.**

Blockchain's today and
tomorrow are scholars of
yesterday.

]Shin'ichiro Matsuo, Ph..D.

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