

# ZKP in Corda

Our experience and more

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# Agenda

Corda privacy model

Security/privacy tradeoff

Denial-of-State attack

Zero-Knowledge Notary

Pains and insights

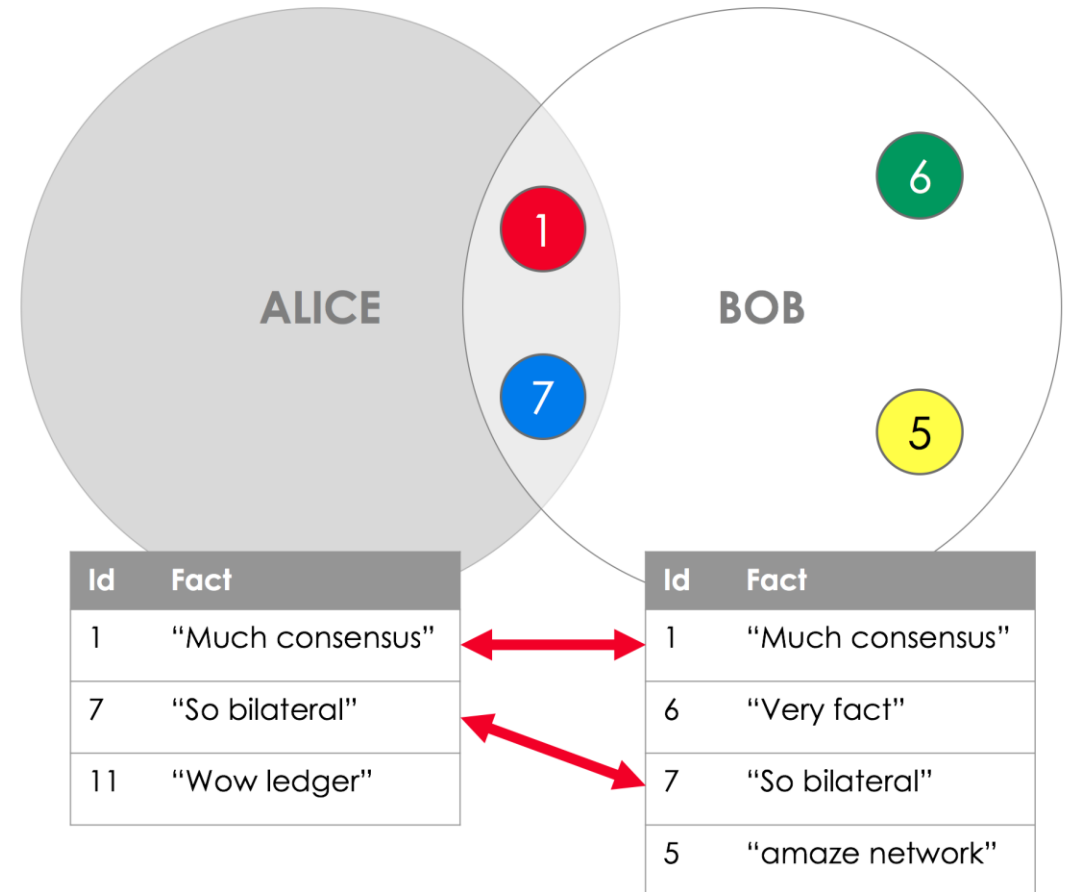
# Corda privacy model

DAG UTXO

Transaction data (and chain history) is visible only to participants

Notary service provides protection from double-spending

Validating vs non-validating notary



# Non-validating Notary: denial-of-state attack

Does NOT validate:  
Smart contract rules, or signatures

DOES check if inputs are already  
consumed

**Attackers can consume any unspent  
state they know ref of,  
no matter who owns it.**

Real owner will be denied use of the state **for ever\***



# So there is a trade-off

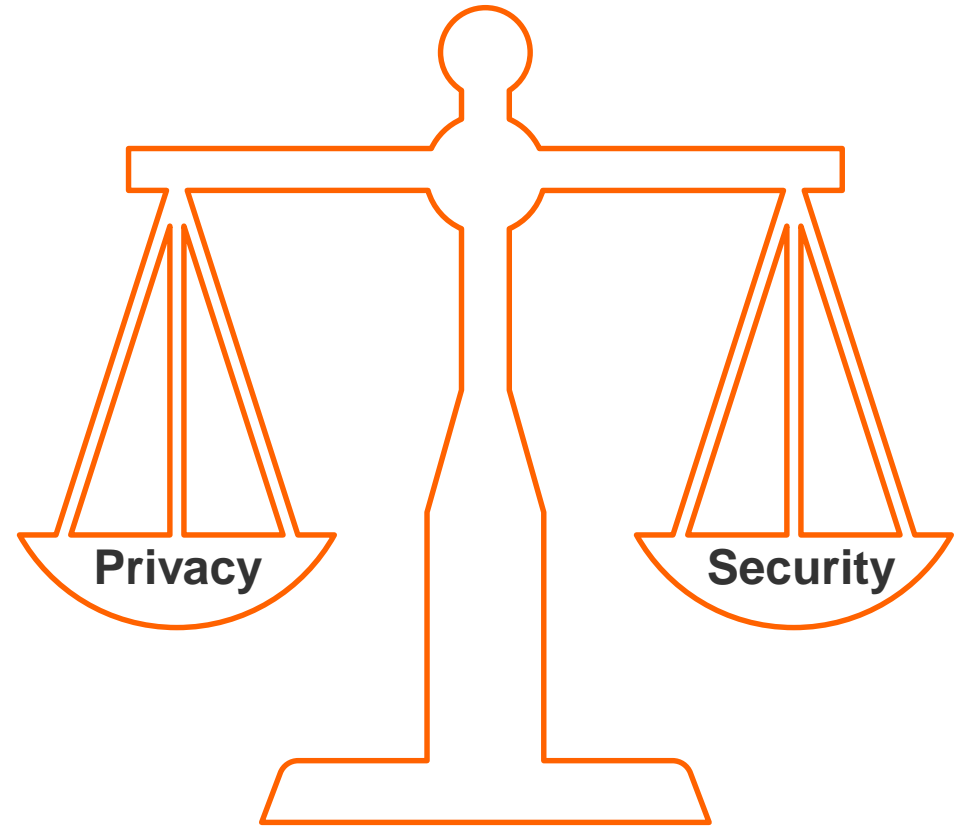
**We want to share our transaction details on a need-to-know basis only.**

Trade-off:

non-validating: denial-of-state risk

validating: privacy

*So can we have our cake  
and eat it too?*



# Solution 1: Ignore!

Pro: it's what we do now

Con: If you close your eyes and don't see a problem, a problem still sees you



## Solution 2: Lawyer up!



Pro: will fix situation eventually

Con: resolution might not be fast

Con: during investigation you might have to reveal everything

Con: (centralized) arbitration needed

Con: undefined how to 'revert' transactions

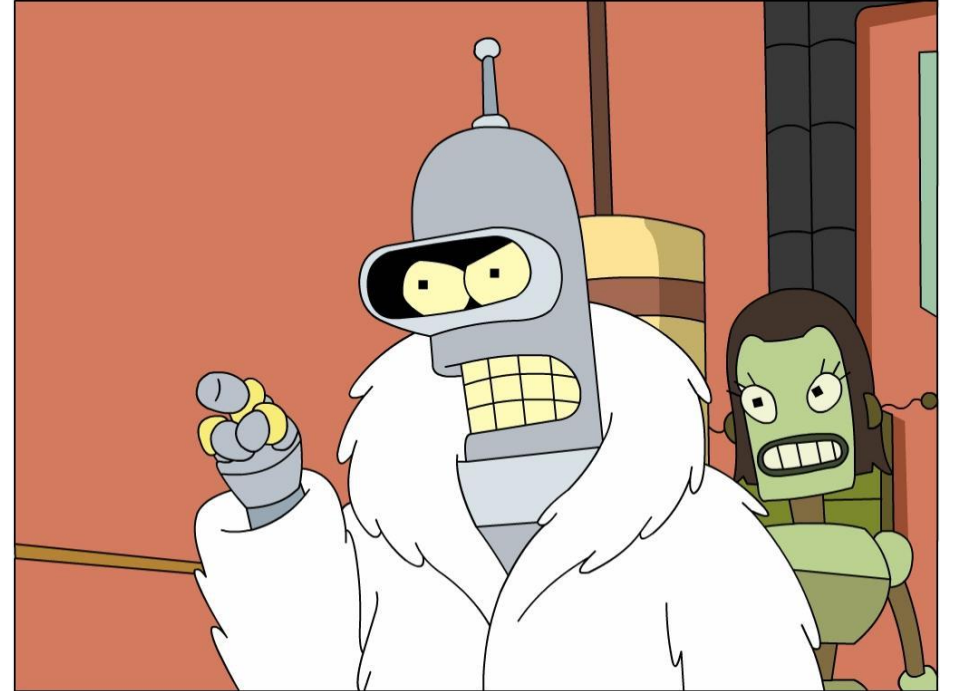
# Solution 3: Trusted Hardware (SGX)

Pro: solves everything!

Con: vendor lock-in

Con: more complex development

Fact: need to trust vendor (current security issues, backdoors)





# Solution 4: ZKP (no knowledge - no problem)



Pro: solves everything as well

Con: also more complex development

Fact: need to trust global scientific community

Extra bonus: verifier scalability

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# ZK Notarisation: Overview

Non-validating Notary as base. Same privacy, same checks.

*Initiator* creates a *zero-knowledge proof* that:

- for the id of the tx we want to verify,
- they know a matching tx data structure
- that satisfies the smart contract rules
- and that they know the matching signatures

*The Notary* verifies this proof and is convinced of these facts.

**This prevents Denial of State attack: attacker can no longer spend a state that they do not own.**

# ZK Notarisation: Toolchain

## Setup Once: Notary

- 1) Translates Corda smart contract to C (*manually at the moment* 😓)
- 2) Compiles C code to libsnark-compatible R1CS using Pepper
- 3) Performs trusted setup for libsnark (*spoiler: it's no problem!*)
- 4) Distributes prover key

## Proving: Tx Initiator

- 1) From Corda, generates a proof for tx with libsnark using prover key, with tx id as public input and transaction data and signatures as secret input.

Secret input is a serialised version of a full LedgerTransaction

## Verification: Notary

- 1) Verifies the proof with libsnark using verifier key, with only tx id as input

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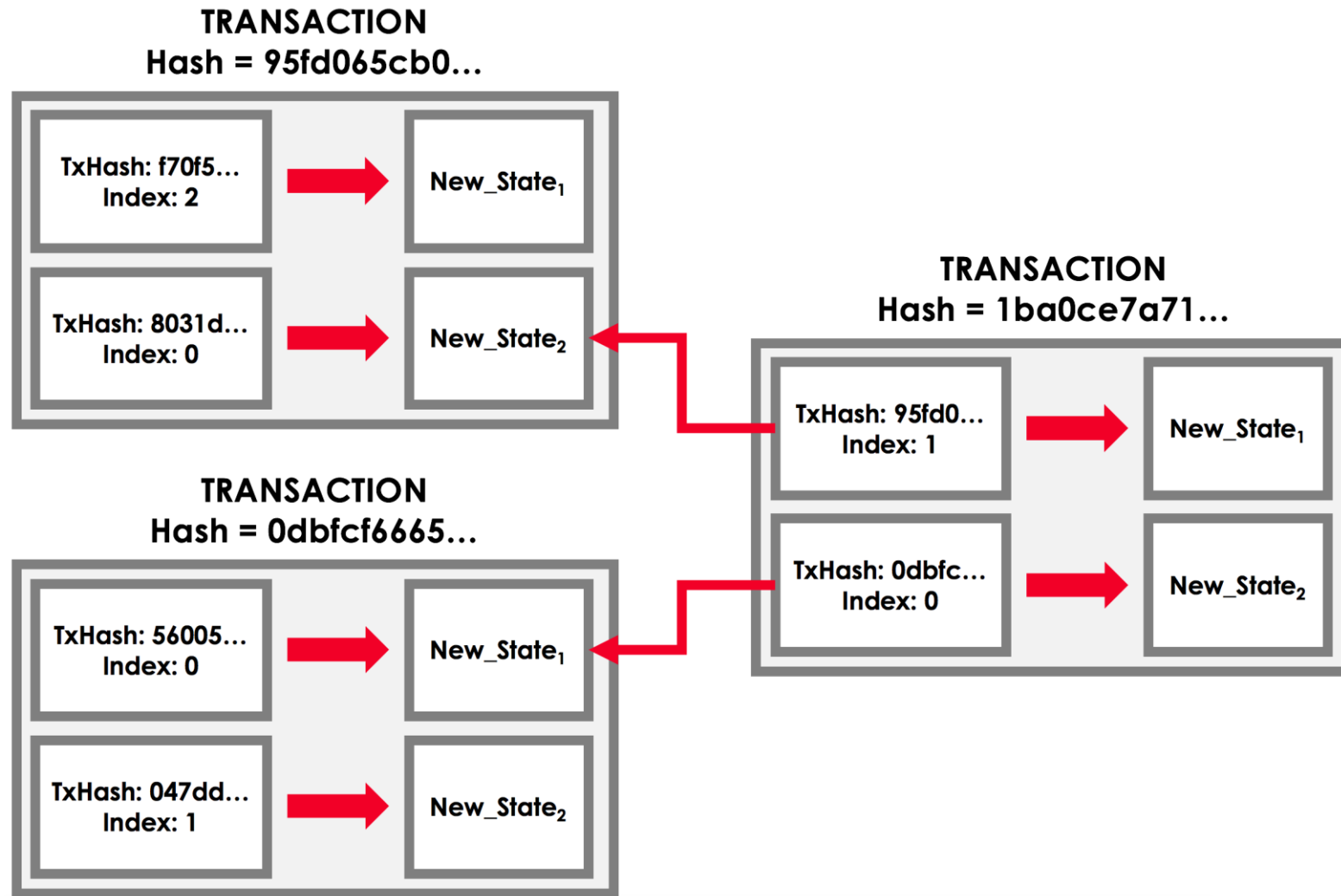
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# Checking transaction history



# Gadget Central



# Compilation is a pain

Pepper is cool, C is not:

- serialisation/deserialization
- re-creation and support of data model
- manual process of translating the Kontract into C



# Bright future of compilation

## ZKP DSL

e.g. xJSnark, Zokrates

Limited and low-level

Still 2 (or more) codebases  
for contracts

Or VM for all target  
platforms

OR

## Kotlin

Or its subset (like R3's DJVM)

Multiplatform compilation to  
JVM, JS, Native, WASM

You can also do DSL on top  
of it

Good part of compiler's  
boilerplate is already there

?

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**Thank you!**