Publicly Verifiable Zero-Knowledge from (*Collapsing*) Blockchains

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+ One proof convinces all verifiers





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π



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+ Public verifiability especially desired in blockchain applications



requires setup assumptions

PVZK ≈ Non-interactive ZK (NIZK)

[trusted* party] CRS

(heuristic] Random Oracle



blockchain requires setup assumptions

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blockchain requires setup assumptions

PVZK ≈ Non-interactive ZK (NIZK)

Blockchain protocols with their underlying assumption



Blockchain Assumption to Replace Trusted Setups

Public verifiable ZK from Blockchain Assumption?



Public verifiable ZK from Blockchain Assumption?

[Goyal Goyal TCC 2017] **GG-NIZK:** Non-interactive ZK from a Proof-of-Stake Blockchain**



Public verifiable ZK from Blockchain Assumption?

[Goyal Goyal TCC 2017] **GG-NIZK:** Non-interactive ZK from a Proof-of-Stake Blockchain**

** Additional Limitations on Adversary

** Additional Assumptions on the stakeholder behaviour







Subtleties in using a blockchain as an assumption

a single static adv playing as blockchain user invalidates ZK of GG-NIZK





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2 PVZK from a "generic blockchain assumption"

it remains zk even if **all blockchain players** are eventually **corrupt** (collapsing blockchain)



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NIZK from Proof-of-Stake [GG17]



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NI Witness Indistinguishability —> NI Zero-Knowledge

trapdoor theorem

"I computed a fork"

1

Proof-of-Stake Blockchain (param K)

Pka	Pk_b	Pk _a	Pk _c						
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Proof-of-Stake Blockchain (param K)

	Pk _a	Pk_b	Pk a	Pkc						
--	-----------------	--------	-------------	-----	--	--	--	--	--	--





1

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Proof-of-Stake Blockchain (param K)

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1. $w \rightarrow w_1 w_2 \dots w_n$



1

2. Encrypt with stakeholders keys published on the BC



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3. NIWI proof NIWI

"These are encryptions under stakeholders keys of shares of the witness

Proof-of-Stake Blockchain (param K)

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Public Proof

Cn



1

"These are encryptions under stakeholders keys of shares of the witness









<mark>0</mark>









+ honest majority of stake



1

Subtleties in using a blockchain as an assumption

a single adv playing as blockchain user **invalidates** ZK of GG-NIZK



Invalidating GG-NIZK zero-knowledge property

Assume all the restrictions are satisfied.

X No adaptive corruption of blockchain players

X Honest stakeholders never reveal their stake key





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ZK can be violate by playing as a *user* of the Blockchain with a legitimate *smart contract*










DecryptionForBarbados

- 1. Init: Upon receiving (init, \$reward, ctx, PK_i) from a contractor C:
 - Assert $\mathsf{Ledger}[\mathcal{C}] > \$reward$.
 - $\mathsf{Ledger}[\mathcal{C}] := \mathsf{Ledger}[\mathcal{C}] \$reward.$
 - Set state := INIT.
- 2. Claim: On input (claim, v) from a player Pt_i :
 - Parse v = (m, r).
 - If $\mathsf{ctx} = \mathsf{Enc}_{\mathsf{PK}_i}(m, r)$ then set rewards $\mathsf{Ledger}[\mathsf{Pt}] := \mathsf{Ledger}[\mathsf{Pt}] + \$reward$.
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Observations

Honest Stakeholder

Adversary





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Adversary

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- no bribing



Observations from our attack







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The long-term security of the external protocol, should not depend on permanent secrets of blockchain players.





Observations from our attack



The long-term security of the external protocol, should not depend on permanent secrets of blockchain players.



No PVZK is known from a blockchain assumption

Our contribution

Subtleties in using blockchain assumption without marrying the threat model

a single adv playing as blockchain user invalidates ZK of GG-NIZK

2

PVZK from a "generic blockchain assumption"

it remains zk even if **all blockchain players** are eventually **corrupt** (collapsing blockchain)

2 Property of a Generic Blockchain

Chain-Quality

Any sequence of **N** consecutive blocks contains **K** blocks generated by honest players (where **N**, **K** are parameters that depend on adversarial resources).

2 Our Blockchain Assumption

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Our Chain-Quality assumption

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Our Chain-Quality assumption

Any sequence of **N** consecutive blocks contains at least **K** blocks generated by honest players and contain an <u>high-min entropy</u> string



A bit more concretely

Block

A block contains a distinguished field **F** (eg. coinbase transaction)



2

A bit more concretely

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F

Our Assumption:

Any sequence of **N** consecutive blocks contains **K** blocks with *fresh* F and > 1/2 of them are generated by honest players and set to an high-min entropy string.

=> adv cannot predict too many **F** fields at *posting* time.

2

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F

Our Assumption:

Any sequence of **N** consecutive blocks contains **K** blocks with *fresh* F and > 1/2 of them are generated by honest players and set to an high-min entropy string.

=> adv cannot predict too many **F** fields at *posting* time.

Example Bitcoin:

Any sequence of **100** blocks contains **50 blocks with** fresh coinbase addresses. And at least 26 of them were created by honest miners.



Ingredients



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Any Blockchain satisfying our assumption

2 Our PVZK protocol

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Any Blockchain satisfying our assumption

Statistically Binding Commitment (OWP)

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Ingredients

Any Blockchain satisfying our assumption

Statistically Binding Commitment (OWP)

Publicly Verifiable Witness Indistinguishable [SSV19] (OWP)
Witness Indistinguishable even if the Blockchain Collapse
It can be based on any blockchain that satisfies our assumption































2 Our PVZK protocol trapdoor theorem "x in L" OR "I will predict the next K/2+1 field in the BC" x, COM

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Our PVZK protocol

2

TH:

trapdoor theorem

"x in L" OR "I will predict the next K/2+1 field in the BC"



Our PVZK protocol 2 trapdoor theorem "x in L" OR "I will predict the next K/2+1 field in the BC" TH: x, COM F₁ F₂ Fi \mathbf{F}_{i+1} **F**_N trapdoor theorem F_1, F_2, \dots, F_N com(f_{k/2+1}) $com(f_1)$

Our PVZK protocol 2 trapdoor theorem "x in L" "I will predict the next K/2+1 field in the BC" OR TH: x, COM F₁ F₂ Fi \mathbf{F}_{i+1} $\mathbf{F}_{\mathbf{N}}$ **PVWI** trapdoor theorem F_1, F_2, \dots, F_N $com(f_1)$ com(f_{k/2+1})

.



Zero-Knowledge: Simulator



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it controls honest parties

- => Sets the majority of the random fields F
- => Uses WI with the trapdoor witness
- => Indistinguishable due to Com (and WI)


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Soundness

follow from our assumption + Statistical Soundness of WI

2 ZK even if blockchain Collapses!



Zero-Knowledge in Presence of Blockchain Collapse!

2 ZK even if blockchain Collapses!



Zero-Knowledge in Presence of Blockchain Collapse!

knowing private states and *keys of all the blockchain players* does not help breaking commitments neither forward WI.

Conclusion: We show

Our PVZK vs GG-NIZK

	Completely non-interactive	Type of Blockchain	Complexity Assumptions	Further restrictions on a) consensus protocol, b) stake transfer protocol, c) smart contracts
[GG17]	Yes	PoS blockchain	NIWI	The honest stakeholders should not: -reveal their secrets even with 0 stake -participate in other applications
PVZK	No - P writes messages in the blockchain	Any blockchain satisfying some assumption	OWPs	None

Thanks