OCash: Fully Anonymous Payments between Blockchain Light Clients

Adam Blatchley Hansen¹, Jesper Buus Nielsen¹, Mark Simkin²

¹Aarhus University, ²Flashbots

Many constructions exist for anonymous transactions on blockchains. **However:**

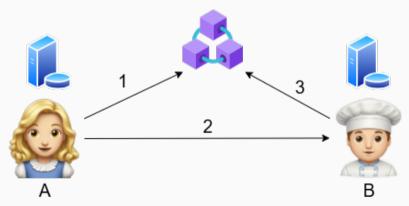
Most users are not running their own personal full node! Light clients (eg, users cell phones,) rely on querying full nodes to send/receive transactions.

Can we support light clients and at the same time provide strong anonymity guarantees?

- 1. Provably Secure anonymous Transactions
- 2. With strong anonymity (sender cannot see when receiver redeems coin)
- 3. Where light clients have privacy against full nodes

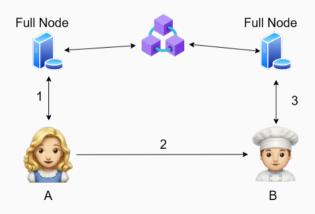
Anonymous payments

- 1. Coin
- 2. Opening information
- 3. Claim Coin



Light Client Anonymous Payments

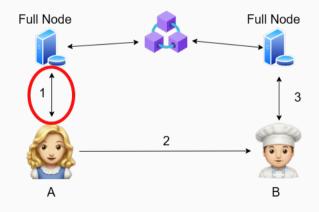
- 1. Coin
- 2. Opening Information
- 3. Claim Coin



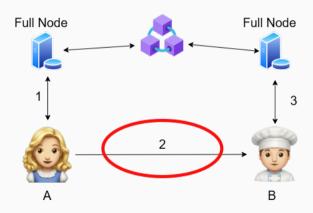
Whats the problem?

 $C \leftarrow comm(A, B, r, tid)$ Coin = (r, tid, C)

1. Alice posts commitment C to chain, added to accumulator (merkle tree)

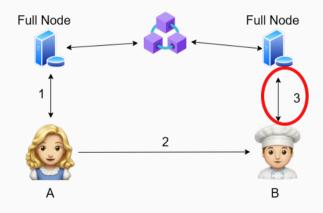


 $C \leftarrow comm(A, B, r, tid)$ Coin = (r, tid, C)2. Alice sends Coin to Bob



 $C \leftarrow comm(A, B, r, tid)$ Coin = (r, tid, C)

3. Bob uses (r, tid) to prove knowledge of a C in merkle tree with identifier tid



Claiming:

 $C \leftarrow comm(A, B, r, tid)$ Coin = (r, tid, C)

Bob publishes NIZK showing (high level)

- 1. There exists some commitment C in the merkle tree s.t.
- 2. Commitment C includes tid (Public)
- 3. Commitment C includes B (Private)
- 4. Commitment C includes r (Private)
- 5. And revealed tid hasn't been used before

Claiming:

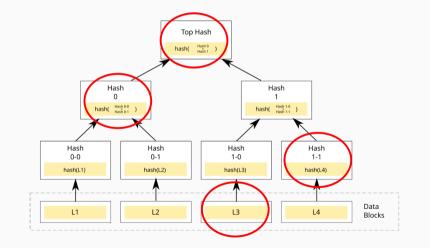
 $C \leftarrow comm(A, B, r, tid)$ Coin = (r, tid, C)

Bob publishes NIZK showing (high level)

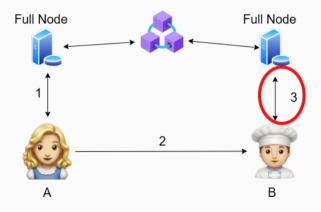
1. There exists some commitment C in the merkle tree s.t.

- 2. Commitment C includes tid (Public)
- 3. Commitment C includes B (Private)
- 4. Commitment C includes r (Private)
- 5. And revealed tid hasn't been used before

.



Bob needs state from Node



Our Contributions

Model this problem in the UC framework

Propose scheme (based on oram) and prove security in this framework

Define and construct several building blocks

ANCO (Anonymous Coin Friendly Encryption) SOROM (Strongly Oblivious Read-Once Maps) CRaB (Compressible Randomness Beacons)

This talk

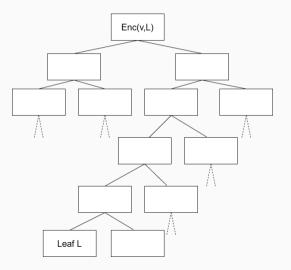
Model this problem in the UC framework

Propose scheme (based on oram) and prove security in this framework

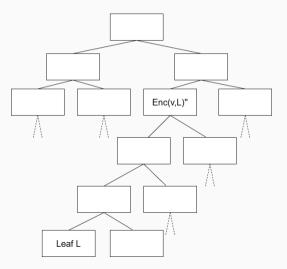
Define and construct several building blocks

ANCO (Anonymous Coin Friendly Encryption) SOROM (Strongly Oblivious Read-Once Maps) CRaB (Compressible Randomness Beacons) Bob needs to download enough state to prove presence of commitment Full node shouldn't learn anything about which commitment We want to obliviously read: sounds like ORam! Path ORam: Allows clients to read/write arbitrary data obliviously, with only poly-logarithmic overhead.

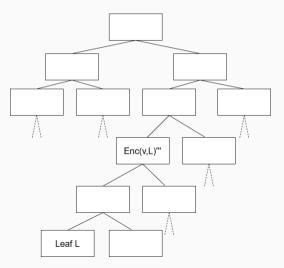
Encrypted value inserted at root bucket (with random target leaf)



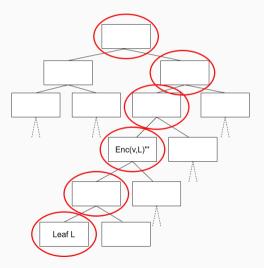
Maintainence steps (obliviously) move value towards leaf



Maintainence steps (obliviously) move value towards leaf



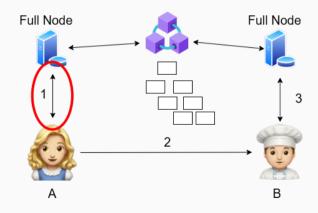
To read, client reads entire path to leaf L. (log(n) overhead)



Bob needs to download enough state to prove presence of commitment Full node shouldn't learn anything about which commitment We have a trusted party (later committee) run a "read only oram" of Commitments!

OCash: (high level)

- $C \leftarrow commitment$
- $\mathsf{Coin} = (L_a, tid, C)$
- 1. Alice posts commitment C to chain, encrypts L_a to committee



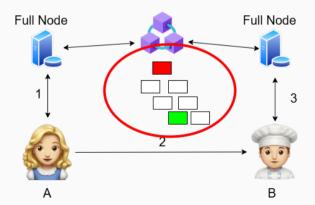
OCash: (high level)

Committee:

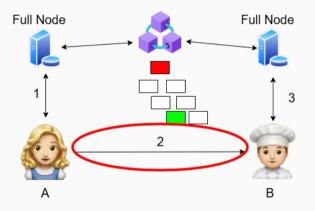
Get L_c from random beacon,

 $L = H(L_c, L_a)$

Insert C into top bucket, with target leaf L

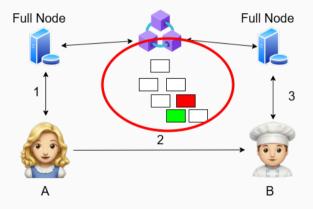


Send opening information and L_a to Bob



OCash: (high level)

More coins inserted, Committee maintain data structure



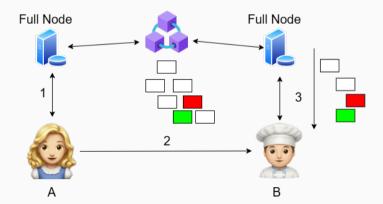
OCash: (high level)

3.

Bob requests random beacon history (CRaB key)

Bob computes $L = H(L_c, L_a)$

Bob requests path to L, nizk OR proof over all buckets



 $tid = g_0^{\xi} \cdot g_1^A \cdot g_2^B \cdot g_3^{n_A} \cdot g_4^a$

OCash "Coins" Coins are encryptions of the *tid* pedersen commitment, using a special PKE scheme

- 1. Re-randomisable public key encryption scheme (without knowing key)
- 2. Key-indistinguishability under re-randomisation
- 3. Strong message binding (can only decrypts to one message, regardless of key)

KeyGen:
$$pp = (g_0, q)$$

 $x \stackrel{\$}{\leftarrow} \mathbb{Z}_q$
 $h = g_0^{x}$
 $(ek = (g_0, h), dk = x)$

Encryption: $pp = (g_0, q), ek = (g, h), m$ $\rho \stackrel{\$}{\leftarrow} \mathbb{Z}_q^*$ $\rho' \stackrel{\$}{\leftarrow} \mathbb{Z}_q$ $CT = (g_0^{\rho}, h^{\rho}, g_0^{\rho'}, h^{\rho'}m)$

Decrypt:
$$pp = (g_0, q), dk = x, CT = (A, B, C, D)$$

If $B = A^x$ let $m = DC^{-x}$,
otherwise let $m = \bot$.

Rerandomise:
$$pp = (g_0, q), ct = (A, B, C, D)$$

 $\rho \stackrel{\$}{\leftarrow} \mathbb{Z}_q^*$
 $\rho' \stackrel{\$}{\leftarrow} \mathbb{Z}_q$
Output $ct' = (A^{\rho}, B^{\rho}, A^{\rho'}C, B^{\rho'}D)$

$$\mathsf{Coin} = \mathsf{Enc}(\mathit{tid}) = (g^{\rho}, h^{\rho}, g^{\sigma}, h^{\sigma} \cdot \underbrace{g_0^{\xi} \cdot g_1^A \cdot g_2^B \cdot g_3^{n_A} \cdot g_4^a}_{\mathit{tid}})$$

Claiming Coin

- 1. Bob receives SOROM branch of log(N) ANCO Ciphertexts.
- 2. Bob received *dk* from Alice, so can recognise and decrypt *tid*.
- 3. Bob publishes *tid*, with a NIZK showing an OR proof of decryption to *tid* over all commitments in the path

DLOG relations + Sigma Protocols

By $(A, B, C, D' = D \cdot tid^{-1})$, we reduce the OR proof to showing that there is one tuple for which there exists a *w* such that $A^w = B$ and $C^w = D'$.

This can then be efficiently computed using the "one-out-of-many" DLOG Sigma Protocol (GK15, log(I) blowup for I elements.)

We also give Sigma Protocols for sending/collecting encrypted amounts.

Path Oram Security model vs Sorom

CRaB key

Compressed random beacon, allowing fast evaluation of any previous index

Revealing tid breaks strong anonymity $ohid = PRF(K, hid) = g_5^{1/(K+hid)}$ Output is run through a PRF before being revealed.

Requires a trusted party or committee to maintain the ORAM CRaB

Make SOROM verifiable \rightarrow can only break privacy Even if deadlocks/dies, can still claim all coins.

Requires a trusted party or committee to maintain the ORAM CRaB

For proof of stake committees, verifiable MPC Is a heavy (neccesary?) assumption.

Other primitives? (PIR?) Efficient SOROM/ORAM verifiable MPC Recursive SNARK style constructions? Thanks for listening!

Full construction, UC security modelling, proofs and more in the full paper.

https://eprint.iacr.org/2024/246

Any Questions?