

How To Select its Parents in the Tangle

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Introduction

Blockchain:





The Tangle (IOTA)



The Tangle (IOTA)

Each transaction is a small block that references two previous ones



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You come up with a DAG (Directed Acyclic Graph)



The Tangle (IOTA)

Each transaction is a small block that references two previous ones



You come up with a DAG (Directed Acyclic Graph)

You're only limited by bandwidth and storage



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The Tangle (IOTA)

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A new site and its parents should not create conflicts.



The Tangle (IOTA)

How to read a value?





The Tangle (IOTA)

How to read a value?

If you take a tip, you can order transactions and do the same as in a blockchain





The Tangle (IOTA)

How to read a value?

What if tips are conflicting?



A new site cannot confirm conflicting sites



The Tangle (IOTA)





The Tangle (IOTA)

Tip Selection Algorithm (TSA):

- so we know how to read values
- so we know where to extend the Tangle



iCU3E

The Tangle

The Tangle (IOTA)



- so we know how to read values
- so we know where to extend the Tangle

In Bitcoin, we read values from, and we try to extend, the longest chain. If you don't follow this, you'll lose money.





The Tangle (IOTA)





The Tangle (IOTA)

Should be chosen with higher probability



ICUSE MCMC Tip selection algorithm

ICUSE MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site



JCUBE MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site



JCUBE MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site Perform a random walk



ICUSE MCMC Tip selection algorithm



ICUBE MCMC Tip selection algorithm

The Tangle (IOTA)

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Compute cumulative weight to each site Perform a random walk



iCU3E MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site Perform a random walk

Transition function:

 $\| P(A \longrightarrow B) = \frac{\int (\Delta_{A,B})}{\int (\Delta_{A,B}) + \int (\Delta_{A,C})}$



iCU3E MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site Perform a random walk

Transition function:

 $\|P(A \longrightarrow B) = \frac{\int (\Delta_{A,B})}{\int (\Delta_{A,B}) + \int (\Delta_{A,C})}$

MCMC



*i***CU3E** MCMC Tip selection algorithm

The Tangle (IOTA)

Compute cumulative weight to each site Perform a random walk

Transition function:

 $\| P(A \longrightarrow B) = \frac{\int (\Delta_{A,B})}{\int (\Delta_{A,B}) + \int (\Delta_{A,C})}$

MCMC

LMCMC

 $f(\Delta) = e^{-\lambda \Delta}$

 $f(\Delta) = \Delta$



 $w(m) = 1 + \sum w(c)/2$ CE children

















Random Walk



Transition function:

Random Walk

Transition function:



iCU3E

 $P_{A \to B} = \frac{11}{11 + 12}$



Comparison



Number of tips

How many tips are left behind ?



Number of tips

How many tips are left behind ?

How many tips over the time ?



Number of tips

How many tips are left behind ?

How many tips over the time ?



iCU3E

Tips over time



iCU3E

Tips over time









Double Spending Attack

Alice sends 10 IOTA to Bob for a sandwich

Parasite Chain Attack

- Alice sends 10 IOTA to Bob for a sandwich
- Bob waits to see the transaction in the Tangle

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- ▶ Bob gives Alice the sandwich

Parasite Chain Attack

- ▶ Alice sends 10 IOTA to Bob for a sandwich
- Bob waits to see the transaction in the Tangle
- Bob gives Alice the sandwich
- Alice generates a lots of transactions so that her first transaction is discarded

Parasite Chain Attack

Double Spending Attack

- Alice sends 10 IOTA to Bob for a sandwich
- Bob waits to see the transaction in the Tangle
- ▶ Bob gives Alice the sandwich
- Alice generates a lots of transactions so that her first transaction is discarded

Alice eats the sandwich



The parasite chain attack





The parasite chain attack

How many red site so that:

P(TSA(6) ∈ parasite) ≥ 1/2





Against MCMC





Against MCMC





Against MCMC



ICUSE Resistance to parasite chain









Future Work



We defined a good tip selection algorithm

Future Work



We defined a good tip selection algorithm

Future Work

Even better tip selection algorithms



We defined a good tip selection algorithm

Future Work

Even better tip selection algorithms

Thank you for your attention!