

# GOTO Copenhagen 2019 Conference Nov. 18 - 20

# Building a blockchain in Erlang





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## Ulf Wiger

- 1989-95 Command & Control, Disaster Response, Alaska, USA
- Erlang since 1992
- 1996-2008 Telecoms, Ericsson
- 2008-11 CTO Erlang Solutions
- 2011-present Entrepreneur, freelance consultant
- 2017-present Aeternity Blockchain Core Team

(Also: professional opera singer)

### https://github.com/uwiger

- Gproc (registry)
- Jobs (load regulation)
- Exometer (metrics)
- Locks (deadlock detection)
- Unsplit (netsplit resolver)

#### **OTP Contribs**

- XMErl 😬
- Application start phases
- Mnesia majority flag
- Mnesia backend & index plugins

Show of Hands

How many of you have programmed in Erlang?

Show of Hands

How many of you are familiar with blockchains?

## Erlang Primer

- Functional (mostly)
- Dynamically typed
- Garbage-collected
- Concurrent
- Fault-tolerant
- Pesky punctuation

Opinionated

```
-module(pmap).
-export([f/2]).
f(F, Vals) ->
    Ps = [{V, spawn_monitor(fun() -> exit({ok,F(V)}) end)}
          || V <- Vals],
    [{V, collect(P)} || {V, P} <- Ps].
collect({P, Ref}) ->
    receive
        {'DOWN', Ref, process, P, Reason} ->
            {ok, Res} = Reason,
            Res
    end.
                                    (abort with ^G)
                           Eshell V9.1
```

[1> c(pmap). {ok,pmap}

 $[2 > pmap:f(fun(X) \rightarrow X*2 end, lists:seq(1,5)).$ 

[{1,2},{2,4},{3,6},{4,8},{5,10}]

### Blockchain Primer

- World's slowest append-only DB tech
- No-trust
- Peer-to-peer
- Heavy reliance on crypto proofs

#### **Transaction:**



Serialize, sign, enter pool



Create block of transactions



Solve crypto puzzle



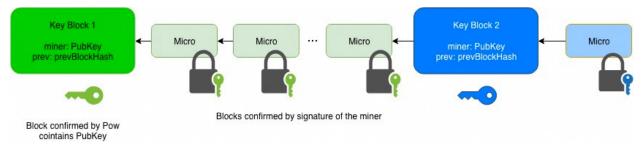
If lucky, append to chain, collect reward



Gossip block to peers

## The Æternity Blockchain

- Standard Proof-of-Work model (Cuckoo Cycle)
- Bitcoin-NG consensus



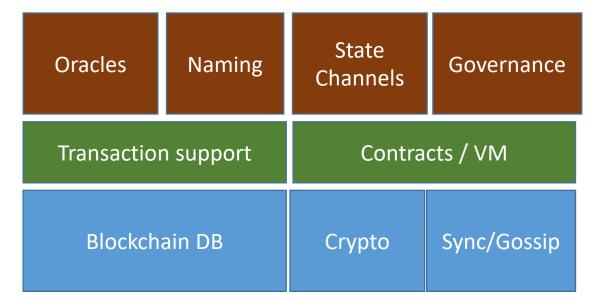
- New Smart Contract Language (Sophia)
- Interesting use cases as first-class objects
  - State Channels
  - Oracles (ports to the outside world)
  - Naming System
  - Generalized Accounts (pluggable authentication methods)

## Performance aspects of blockchains

- Few parts are performance critical (today)
  - Mainly Proof of Work, hashing, signatures
  - Treat as an external service or BIFs (potentially specific hardware)
- Lots of networking
- Moving target
  - Algorithms/features still evolving

## How Does Erlang Help?

- Loosely coupled components
  - Simplifies parallel development
  - Simplifies reuse
  - Flexible evolution



## How Does Erlang Help? (2)

- Concurrency Done Right
  - Protocol aspects isolated from program logic
  - Easy to change/evolve protocols
  - Networking scalability not a big concern
    - (we're not using Distributed Erlang)
  - Complex state machine support (more later)

## How Does Erlang Help? (3)

- Functional Programming
  - Simplifies testing
  - Code, once correct, tends to *stay* correct
  - Reduces surprising side-effects
  - Powerful for blockchain state management
- Erlang doesn't enforce purity
  - Pragmatism + culture
  - Ubiquitous design patterns, manifested as 'behaviors'

## How Does Erlang Help? (4)

- Carrier-Class Product Mentality
  - Stellar backward compatibility
  - Rock-solid VM
  - No "dependency hell"
  - Basically 'attack-proof' networking support
  - Community culture

## Challenges?

- Few other blockchain projects use Erlang
  - Fewer opportunities for direct reuse
  - Then again, re-writing/porting aids understanding ;-)

- Doesn't run on iOS or Android
  - Not necessarily much of a disadvantage
  - ... Except regarding State Channels

## Æternity Dependencies

- OTP components used
  - Mnesia (DBMS)
  - ssl, inets, asn1 (comms)
  - runtime\_tools (tracing)
- Æternity core apps
  - Core svcs, mining, chain, txs, ...
  - HTTP-, Websocket API, Gossip
  - Smart Contracts, AEVM
  - Naming Service
  - Oracles

- External components
  - Cuckoo cycle (C++, own wrapper)
  - RocksDb (mnesia backend)
  - Exometer (metrics)
  - Cowboy (web server)
  - Jsx, yamerl, base58,
  - Jesse (JSON-Schema validation)
  - IDNA
  - enacl, sha3
  - gproc, jobs, lager, poolboy, ...

### Build and Test

- Rebar3 for build (works so-so)
- EUnit, Common Test for test automation
- Dialyzer type analysis
- Quviq QuickCheck models

Python-based acceptance test suite

## QuickCheck – Testing on steroids

 Controlled random test case generation

```
prop_run() -> prop_run(fate).
prop run(Backend0) ->
    ?SETUP(fun() -> init(Backend0), fun() -> ok end end,
    ?FORALL(Backend, elements(backend variants(Backend0)),
    ?FORALL(InitS, init_state(Backend),
    ?FORALL(Cmds, ?SUCHTHAT(Cmds, commands(?MODULE, InitS), length(Cmds) > 2),
    begin
       Chunks = command chunks(Cmds),
       CompiledCmds = compile_commands(InitS, Chunks),
        ?WHENFAIL([egc:format("~s\n", [Source]) || Source <- contracts source(InitS, Chunks)],
        begin
            init_run(Backend),
            HSR={_, _, Res} = run_commands(?MODULE, CompiledCmds),
            aggregate(command_names(Cmds),
            measure(chunk_len, [length(Chunk) || { , Chunk} <- Chunks],</pre>
            pretty_commands(?MODULE, CompiledCmds, HSR.
            case Res of
                ok -> true:
                {exception, {'EXIT', {function_clause, [{aeso_icode_to_asm, dup, _, _} | _]}}} ->
                    ?IMPLIES(false, false);
                -> false
           end)))
        end)
    end)))).
```

https://github.com/Quviq/epoch-eqc

## Fast æternity Transaction Engine (FATE)

- Virtual machine for the Sophia contract language
- Implemented in Erlang (!)
- 1st VM (AEVM) a version of the Ethereum VM
  - Typical low-level byte-code VM
- FATE is a high-level byte-code VM
  - 90% reduction in byte code size

## But high-level languages are slooow!

- For complex problems, this is not always true
- Greenspun's Tenth Rule

Any sufficiently complicated C or Fortran program contains an ad-hoc, informally-specified, bug-ridden, slow implementation of half of Common Lisp.

- A VM in Erlang will do poorly at low-level evaluation
- But lots of things are already there
  - Isolation
  - Memory management + GC
  - Efficient data structures
- If you're already using Erlang, it makes sense

## State channels in Erlang

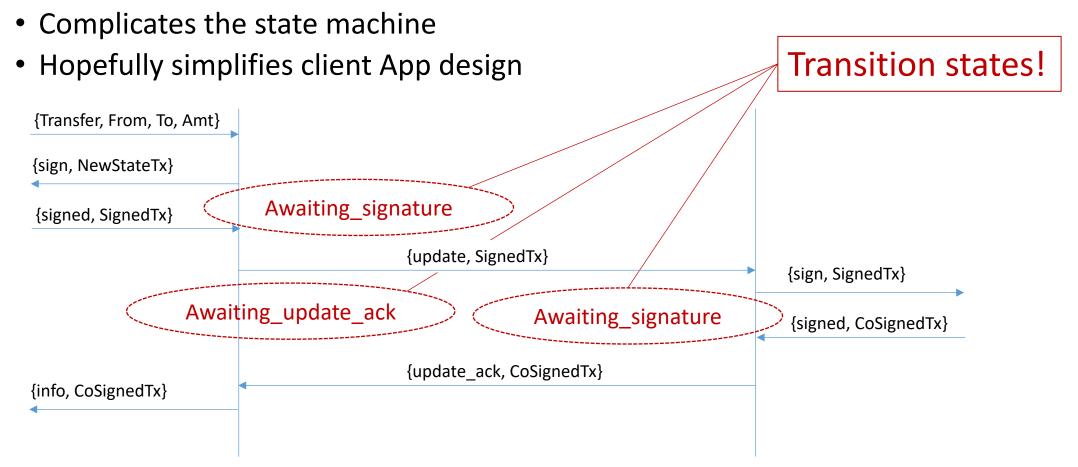
- Purpose: Establish "off-chain" channels for fast and cheap transactions
  - On-chain activity only when opening and closing channel
  - Funds locked into the channel can be transferred in co-signed transactions
     "for free"
  - "Trust but verify" off-chain,
     Mutual close or dispute resolution on-chain

## State Channels: Surprisingly complex

- No-trust means everything must be verified
- Be prepared for malicious counterpart
- On-chain dispute protocols
- Channel may be subverted on-chain
- Off-chain contracts may refer to objects on-chain
- Chain may 'fork' essentially a roll-back
- Normal comms error scenarios

## Ónen i-Estel Edain. Ú-chebin Estel anim

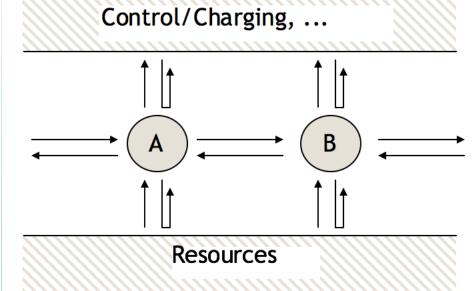
Design decision: SC daemon with a simplified WebSocket API



## Avoid Death by Accidental Complexity

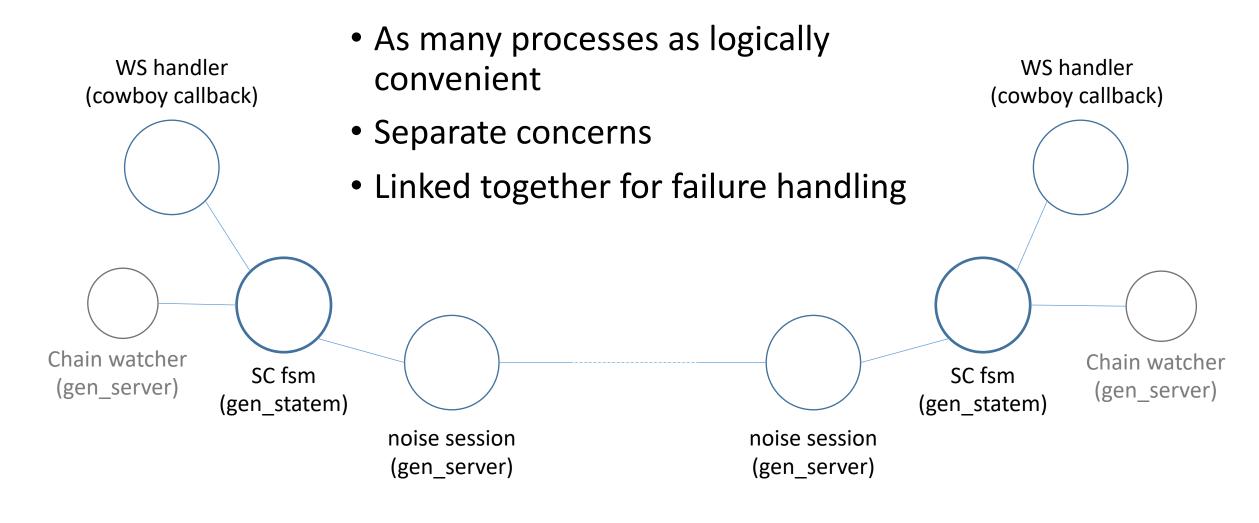
- https://www.infoq.com/presentations/Death-by-Accidental-Complexity (2010 talk, based on Structured Network Programming EUC 2005)
- Must avoid having to handle all possible orderings of incoming messages
- Otherwise, complexity explosion in transition states

#### Telecom "Half-Call" model



A = originating side B = terminating side

## Erlang pays off—FSM programming in practice



## Transition state handling in gen\_statem

```
awaiting signature(cast, {?SIGNED, withdraw tx, SignedTx} = Msg,
                  #data{op = #op_sign{ tag = withdraw_tx
                                     . data = OpData0 }} = D) ->
   #op data{updates = Updates} = OpData0,
                                                                                             Pattern-match asserting
   maybe_check_auth(SignedTx, OpData0, not_withdraw_tx, me,
                                                                                            that we got the event
        fun() ->
           OpData = OpData0#op data{signed tx = SignedTx},
                                                                                             we were waiting for
           next_state(wdraw_half_signed,
                    send withdraw created msg(SignedTx, Updates,
                        log(rcv, ?SIGNED, Msg,
                             D#data{op = #op_ack{ tag = withdraw tx
                                                , data = OpData}})))
       end, D);
                                                handle common event ( Type, Msg, St, P, D) when P == postpone ->
       Valid events, but should
                                                   postpone(D);
       not be handled here
                                                handle_common_event_(Type, Msg, St, discard, D) ->
                                                    lager:warning("Discarding ~p in '~p' state: ~p", [Type, St, Msg]),
      Unknown or stray
                                                   keep_state(log(drop, msg_type(Msg), Msg, D));
                                                handle_common_event_(Type, Msg, St, Err, D) when Err==error;
      events, safe to discard
                                                                                                Err==error_all ->
                                                    lager:debug("Wrong ~p in ~p: ~p", [Type, St, Msg]),
        Protocol violations
                                                    % should send an error msg
                                                    close(protocol error, D).
```

## In summary

- Blockchain tech is a moving target
- Loosely coupled components
- Correctness is key
- A few performance-critical components written in C
- Erlang well suited to blockchain development
  - Brilliant for state channel programming!



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# Did you remember to rate the previous session?