Verification of Bitcoin Smart Contracts using the Interactive Theorem Prover Agda

<u>Fahad Alhabardi¹</u>, Anton Setzer, and Bogdan Lazer
Department of Computer Science
Swansea University

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Smart Contracts

- What are smart contracts?
 Smart contracts are transactions that are defined through software and executed automatically when conditions in the blockchains are met.
- Smart contracts in the crypto currency Bitcoin are written in the language Script .

Bitcoin Script Language

- The scripting language for Bitcoin is stack-based, and similar to Forth.
- The script in Bitcoin has a set of commands called Operation Codes such as OP_HASH160, OP_ ADD, OP_ EQUAL and OP_VERIFY.
- Several standards scripts are used in Bitcoin such as the pay-to-public-key-hash (P2PKH) script.

P2PKH

P2PKH has a locking script (scriptPubKey) and an unlocking script (scriptSig) [1]. For clarity:

The OP_Codes for scriptPubKey are as follows:

OP_DUP OP_HASH160 <pubKeyHash> OP_EQUALVERIFY OP_CHECKSIG

The OP_Codes for scriptSig are as follows: <sig> <pubKey>

Hoare triple

We define for $\Phi, \Psi \subseteq \mathrm{State}1$ and \emph{p} a Bitcoin Script the Hoare triple with weakest pre condition

For the unlocking script of P2PKH we show:

Therefore in order to unlock one needs to provide a script which computes the pubkey hashing to the pbkh and a signature.

Hoare triple

We define for $\Phi, \Psi \subseteq \mathrm{State1}$ and p a Bitcoin Script the Hoare triple with weakest pre condition

```
\langle \Phi \rangle^{\leftrightarrow} p \langle \Psi \rangle :\Leftrightarrow
(\forall s \in \text{State1.}\Phi(s) \to \Psi(\llbracket p \rrbracket s))
\land (\forall s \in \text{State1.}\Psi(\llbracket p \rrbracket s) \to \Phi(s))
```

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```
\langle \Phi \rangle^{\leftrightarrow} p \langle \Psi \rangle : \Leftrightarrow \\ (\forall s \in \text{State1.} \Phi(s) \to \Psi(\llbracket p \rrbracket s)) \\ \land (\forall s \in \text{State1.} \Psi(\llbracket p \rrbracket s) \to \Phi(s))
```

For the unlocking script of P2PKH we show:

```
(\langle \Phi \rangle^{\leftrightarrow} \operatorname{scriptSig} \langle \operatorname{accept} \rangle) \iff the two top elements of the stack consist of a pubkey hashing to the pbkh and a corresponding signature.
```

Therefore in order to unlock one needs to provide a script which computes the pubkey hashing to the pbkh and a signature.

Thank you for listening.



Bitcoin Community.

Welcome to the Bitcoin Wiki.

Availabe from https://en.bitcoin.it/wiki/Bitcoin, 2010.