

Simulation and Analysis of Blockchain Operations Model with RSA Algorithm in CrypTool2

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Abstract—In this paper the simulation model of blockchain operations is created and tested through a few transactions among the participants. The participants are able to send and receive coins or to mine blocks to earn coins, while all transactions are stored in the blocks' data, including the address of sender and the address of the receiver. The address is a hash value of a public key for asymmetric cryptography. The RSA (Rivest-Shamir-Adleman) asymmetric algorithm is used, including public key and private key. The model is created in CrypTool2 software, including three blocks and smaller numbers for generating the RSA public and private key pairs than in real blockchain transactions, in order to minimize the simulation time. Some attacks are also simulated, and those transactions are not accepted because of invalid signature, since the attacker does not have someone's private key.

Keywords - blockchain technology, CrypTool2, valid and invalid transactions, RSA algorithm

I. INTRODUCTION

Blockchain is a contemporary technology composed of various elements that work together to create a network that ensures trust between users. It is a decentralized and distributed database that allows for the verification of transactions and cannot be altered or deleted [1]. The network is made up of blocks, chains, and nodes, and is based on distributed general ledger technology. The use of cryptographic techniques ensures data encryption and record integrity, making it a secure approach to data storage [2].

Authors utilize CrypTool2, a software tool specifically designed for cryptographic and security-related simulations and analysis [3]. CrypTool2 offers a user-friendly interface that enables the creation and testing of various cryptographic algorithms, including the RSA (Rivest-Shamir-Adleman) asymmetric algorithm employed in our simulation model. The software provides functionality for generating RSA public and private key

pairs, as well as simulating blockchain-based transactions and attacks. By utilizing CrypTool2, we can effectively model and evaluate the behavior of our blockchain-based simulation in a controlled environment [4].

Each block in the network is a list of transactions that are recorded chronologically and stored on various computers connected through a peer-to-peer protocol. Nodes in the network continuously verify the authenticity of records, and the function of mining is used to validate these transactions. Once a transaction has been validated, it cannot be altered or deleted [5].

The process of selecting a valid block of transactions is known as proof-of-work, which protects the network from misuse. Once a block has been validated, it is propagated to other nodes in the network and connected with other transactions in the new block, forming a chain of blocks or a blockchain. The hash, which is a fingerprint of data, connects each block together and cannot be decrypted, making it a secure approach to data storage [6]. The blockchain is comprised of three layers, namely the protocol layer, the network layer, and the application or business layer. Each layer contributes distinct elements to the blockchain with the purpose of advancing its development [7]. The utilization of blockchain technology across various domains offers several advantages due to its key features such as decentralization, immutability, transparency, and security [8].

A. Decentralization

The flexibility of blockchain is attributed to its decentralized nature where there is no central entity controlling the process. Multiple and distributed nodes ensure the network cannot be easily attacked or destroyed. However, some doubt has been raised regarding decentralization, especially in large-scale mining activities as highlighted in research studies [9].

B. Immutability/Resistance to abuse

Blockchain is characterized by its resistance to change or deletion of transaction records, making it difficult to modify records unnoticed. The use of public-private keys or cryptographic signatures ensures integrity and authentication, thus reducing the possibility of fraud [10].

C. Transparency

The use of a book available to all users or a predefined set of users provides transparency. In public or open blockchains, all participants have equal rights to access and update the book according to existing consensus mechanisms, making transactions transparent and visible. However, transparent data in public systems can become an issue when confidential information is accidentally made publicly available or needs to be modified due to errors or inaccuracies [11].

D. Security

Blockchain provides a high level of security due to the anonymity of transactions. Any transaction or digital event taking place in a blockchain network must be agreed upon by the consensus of the majority of users participating in the process, ensuring verification and security [9].

II. BLOCKCHAIN SIMULATION MODEL

A blockchain simulation model is a computer-based model that simulates the behavior of a blockchain network. It allows users to understand and test the functionality of a blockchain network without the need for actual implementation [12], [13]. A simulation model consists of different elements of a blockchain network, including nodes, transactions, and consensus algorithms. By adjusting these elements, users can simulate various scenarios and observe the network's behavior in response to different inputs [14].

There are different types of simulation models, such as agent-based models and discrete event simulation models. These models can be used to simulate different types of blockchain networks, such as public and private blockchains [15]. Simulation models can be used for various purposes, such as testing the performance and scalability of a blockchain network, evaluating the effectiveness of consensus algorithms, and analyzing the impact of different network parameters on the overall network behavior [4].

Blockchain simulation models provide a valuable tool for understanding and optimizing blockchain networks, helping to reduce the costs and risks associated with implementing new blockchain solutions [11].

The simulation model with three blocks (block ID 0, block ID 1 and block ID 2) and two participants, Ana and

Goran, is presented in Fig. 1.

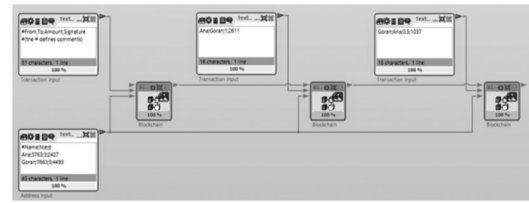


Fig. 1. The simulation model of blockchain operations with 3 blocks and 2 participants

A blockchain simulation model is a computer-based model that enables users to simulate the behavior of a blockchain network without actual implementation [16]. It serves as a valuable tool for understanding and optimizing blockchain networks, allowing users to test different scenarios and observe network behavior [9]. The simulation model presented in this study consists of three blocks (Block ID 0, Block ID 1, and Block ID 2) and involves three participants, Ana, Hana and Goran. The participants engage in transactions and maintain balances within each block. The transactions and balances within these blocks are illustrated in Figs 2-7. Figs 2-7 provide a detailed representation of the transactions and balances in each block. Fig. 2 displays the transactions that occurred within Block ID 0, including sender and receiver addresses and the amount of coins transferred. Fig. 3 showcases the balance of coins held by Ana and Goran within Block ID 0. Fig. 4 illustrates the transactions within Block ID 1. Fig. 5 presents the balance of Ana and Goran after the transactions within Block ID 1. Fig. 6 represents the transactions within Block ID 2. Fig. 7 shows the final balance of Ana and Goran after the transactions within Block ID 2. These figures provide a visual and informative overview of the simulation model, giving insights into the specific transactions made by participants and the corresponding changes in their balances as the blockchain progresses. The simulation model, along with the detailed depiction of transactions and balances, facilitates the evaluation of blockchain network performance, consensus algorithms, and the impact of various parameters on network behavior. It serves to reduce costs and risks associated with the implementation of new blockchain solutions.

The transactions and balance in each block are given in Figs 2-7.

Blockchain			
Block header	Block Id:	0	Block hash: 00009DA60A28C8840CA7
	Previous block hash:	0	Timestamp: 4/17/2022 11:40:13 AM
	Nonce:	51,055	
Statistics	Transactions:	1	Failed transactions: 0
	Hash algorithm:	SHA256 (10 byte)	Hashes/sec:
	Mining difficulty:	16 bit	
Transactions		Balance	

Fig. 2. Block ID 0 transactions

Blockchain			
Block Id:	0	Block hash:	00009DA60A28C8840CA7
Previous block hash:	0	Timestamp:	4/17/2022 11:40:13 AM
Nonce:	51,055		
Transactions:	1	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		

Fig. 3. Block ID 0 balance

```

array ▶ 0 ▶ Transactions ▶ 0 ▶ FromAddress ▶ Name
▼ array [3]
  ▼ 0 {7}
    BlockId : 0
    Hash : 00009DC8664F672834DB
    PreviousHash : 0
    
```

Fig. 9. Transaction data in JSON format

Blockchain			
Block Id:	1	Block hash:	00008DFC111E1E5D5EA1
Previous block hash:	00009DA60A28C8840CA7	Timestamp:	4/17/2022 11:40:13 AM
Nonce:	68,637		
Transactions:	2	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		

Fig. 4. Block ID 1 transactions

III. ADDING A NEW PARTICIPANT

The new participant's (Hana) address is generated, using the RSA key generator, as it is presented in Fig. 10.



Fig. 10. Creating the new participant's address

Blockchain			
Block Id:	1	Block hash:	00008DFC111E1E5D5EA1
Previous block hash:	00009DA60A28C8840CA7	Timestamp:	4/17/2022 11:40:13 AM
Nonce:	68,637		
Transactions:	2	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		

Fig. 5. Block ID 1 balance

The model with new participant added is presented in Fig. 11.

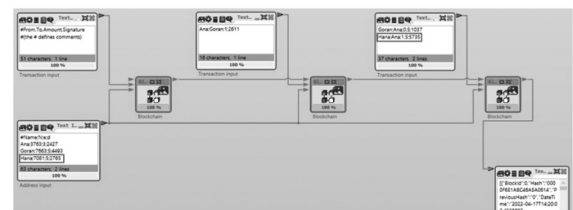


Fig. 11. The simulation model with new participant (Hana) and her transactions

Blockchain			
Block Id:	2	Block hash:	000069545D18DA21EBAA
Previous block hash:	00008DFC111E1E5D5EA1	Timestamp:	4/17/2022 11:40:13 AM
Nonce:	37,296		
Transactions:	2	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		

Fig. 6. Block ID 2 transactions

The transactions after adding the new participant are presented in Fig. 12-Fig. 14.

Blockchain			
Block Id:	2	Block hash:	000069545D18DA21EBAA
Previous block hash:	00008DFC111E1E5D5EA1	Timestamp:	4/17/2022 11:40:13 AM
Nonce:	37,296		
Transactions:	2	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		

Fig. 7. Block ID 2 balance

Blockchain			
Block Id:	0	Block hash:	0000A15393A2F59F6913
Previous block hash:	0	Timestamp:	4/17/2022 2:28:50 PM
Nonce:	12,462		
Transactions:	1	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		
Name	Balance		
Ana	2.55		

Fig. 12. Block ID 0 balance after adding the new participant

After adding the text output block after block ID 2, in order to analyze all transactions in JSON (JavaScript Object Notation) file, the model given in Fig. 8. is created, while the JSON format data is presented in Fig. 9.

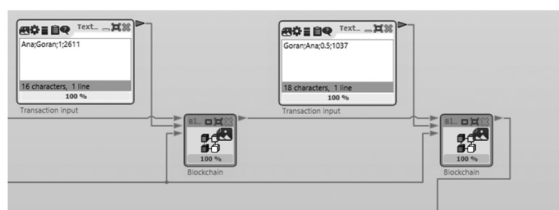


Fig. 8. Adding the Text Output block in order to analyze transactions in JSON format

Blockchain			
Block Id:	1	Block hash:	0000D91CAB7C8C3E3C99
Previous block hash:	0000A15393A2F59F6913	Timestamp:	4/17/2022 2:28:50 PM
Nonce:	282,582		
Transactions:	2	Failed transactions:	0
Hash algorithm:	SHA256 (10 byte)	Hashes/sec:	
Mining difficulty:	16 bit		
Transactions	Balance		
Name	Balance		
Ana	1.55		

Fig. 13. Block ID 1 balance after adding the new participant

Block header	Block Id:	2	Block hash:	00007FCD73C0AA391C9
	Previous block hash:	0000D91CAB7C8C3E3C99	Timestamp:	4/17/2022 2:28:51 PM
Statistics	Nonce:	201,686	Transactions:	3
	Failed transactions:	0	Hash algorithm:	SHA256 (10 byte)
	Hashes/sec:		Mining difficulty:	16 bit
	Transactions	Balance		
	Name	Balance		
	Ana	3.55		
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Fig. 14. Block ID 2 balance after adding the new participant

IV. SIMULATION MODEL OF BLOCKCHAIN ATTACK

When Hana attempts to attack Ana in order to earn extra coins, some errors and warnings are generated, indicating that the transaction is not valid. This is because Hana does not possess Ana's signature, as depicted in Fig.15 and Fig.16. By using the general names of the participants (Hana and Ana) consistently throughout the sentence, it maintains coherence and clarity in describing the situation where one participant (Hana) tries to attack another participant (Ana) in the simulation.

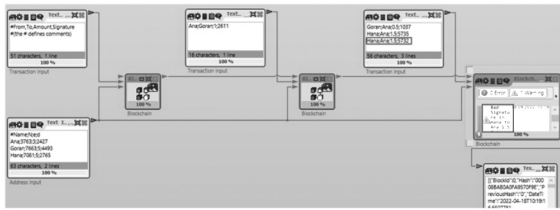


Fig. 15. The simulation model of blockchain attack (Hana wants to get some coins from Ana)

The transaction is not valid, since Hana does not have Ana's private key and cannot sign the transaction (the "Bad signature" and "Failed transactions" messages are generated), as it is presented in Fig.16. Also, the balance is not changed, and Hana does not earn any coins from Ana. It is shown that the balance is not changed.

Block header	Block Id:	2	Block hash:	00008D8147AE854298E
	Previous block hash:	0000C743C54D808E7000	Timestamp:	4/18/2022 10:16:46 AM
Statistics	Nonce:	13,883	Transactions:	3
	Failed transactions:	1	Hash algorithm:	SHA256 (10 byte)
	Hashes/sec:		Mining difficulty:	16 bit
	Transactions	Balance		
	Name	Balance		
	Ana	3.55		
	----	..		

Fig. 16. The illustration of failed transaction

V. CONCLUSION

In this paper, the authors have presented a simulation model of blockchain operations that can be used to test various transactions between users. This model has been implemented using CrypTool2 software, and it includes three blocks with smaller numbers for generating RSA public and private key pairs than in real blockchain transactions, in order to minimize the simulation time.

The simulation model enables the participants to send and receive coins or mine blocks to earn coins, with all transactions being stored in the blocks' data, including the address of the sender and receiver. The address is a hash value of a public key for asymmetric cryptography, and the RSA (Rivest-Shamir-Adleman) asymmetric algorithm is used, including public key and private key.

The authors have also simulated some attacks on the blockchain, where these transactions were not accepted due to invalid signatures. In this way, the model can identify and prevent potential threats to the blockchain.

Overall, the simulation model presented in this paper provides a useful tool for testing and analyzing blockchain transactions. The simulation demonstrates both successful and unsuccessful financial transactions and illustrates the potential for using blockchain technology in various applications [10], [17].

The simulation model presented in the paper could be used as a basis for further development of blockchain-based systems and applications. It could be utilized in the testing and validation of new blockchain models, as well as in the education and training of professionals in the field of blockchain technology. Furthermore, the simulation model could be used in the development and testing of decentralized applications, such as cryptocurrencies, smart contracts, and supply chain management systems. Overall, the simulation model presented in the paper has the potential to contribute to the advancement and practical application of blockchain technology in various domains.

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