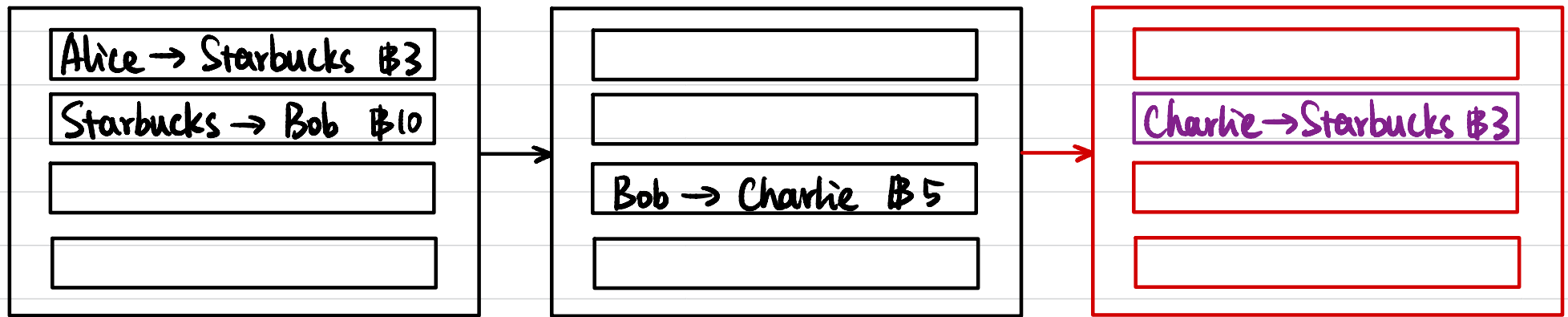


CSCI 1515 Applied Cryptography

This Lecture:

- Blockchain (Continued)
- Differential Privacy
- Privacy in ML

Blockchain



- **Public** ledger that everyone can view & verify
- Maintained by "miners" in a **distributed** way

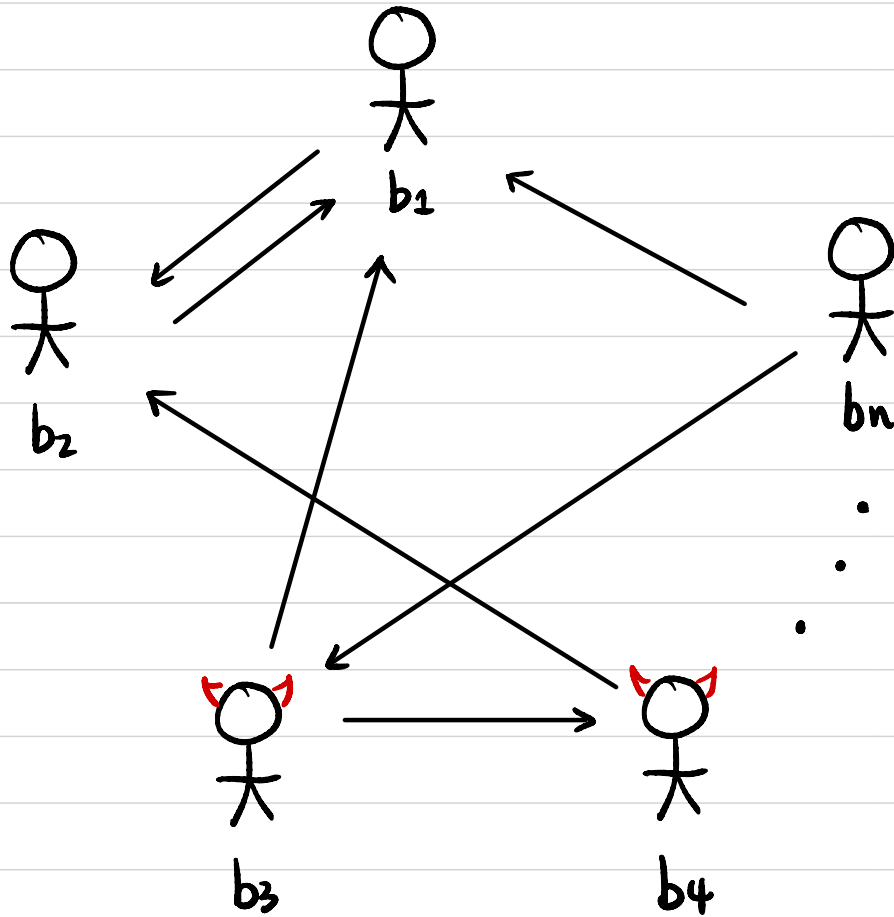
Step 1: Charlie wants to make a transaction Charlie → Starbucks \$3
↳ broadcasts it to the entire network

Step 2: All miners collect all transactions in the network

- Verify validity $\left\{ \begin{array}{l} \textcircled{1} \text{ initiated by sender} \leftarrow \text{How?} \\ \textcircled{2} \text{ enough balance in sender's account} \end{array} \right.$
- Agree on next block $\leftarrow \text{How?}$

Step 3: Repeat

Byzantine Agreement



Agree on a block

(Guaranteed Output Delivery)

Byzantine Fault Tolerance (BFT) Protocol:

If $n \geq 3t + 1$,^{necessary}

then it's possible to reach consensus.

Assume $t < n/3$, then agree on a valid block.

Any problem?

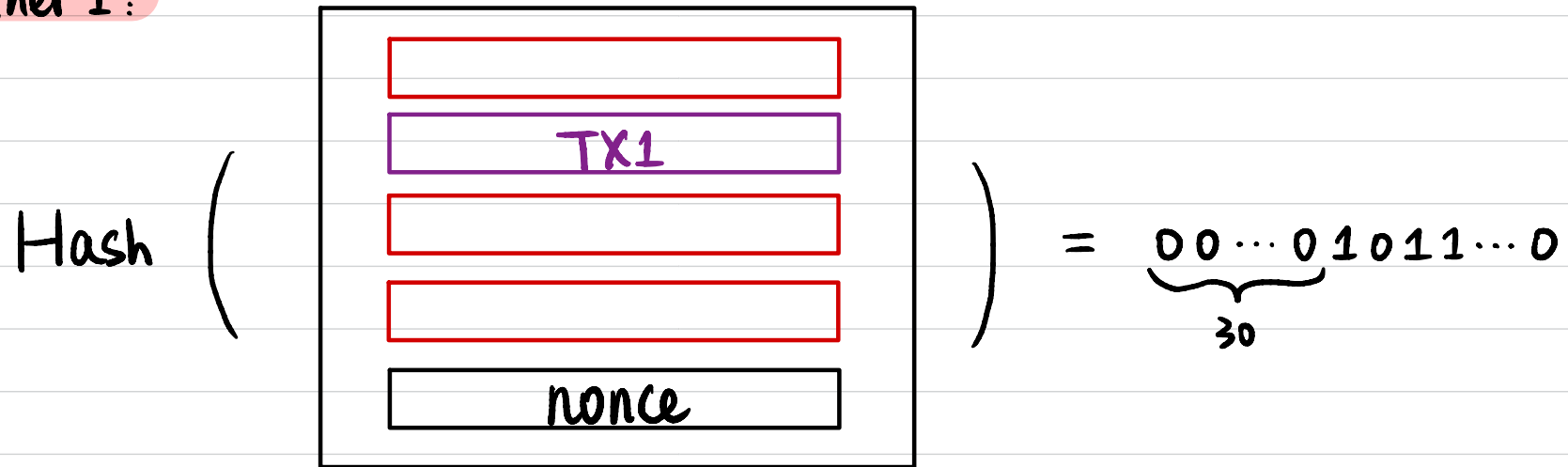
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Sybil Attack

Proof of Work (PoW)

Miner 1:

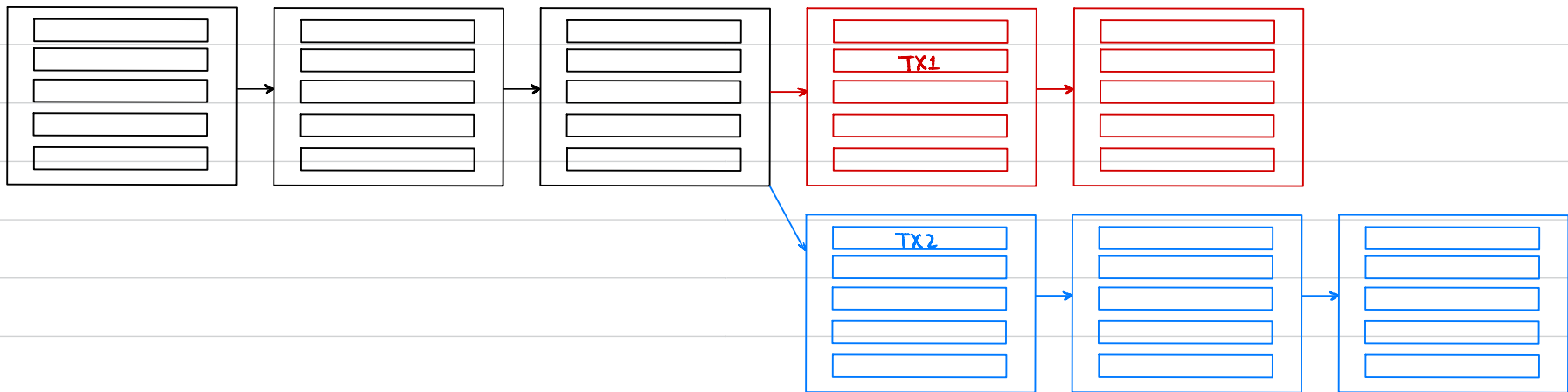
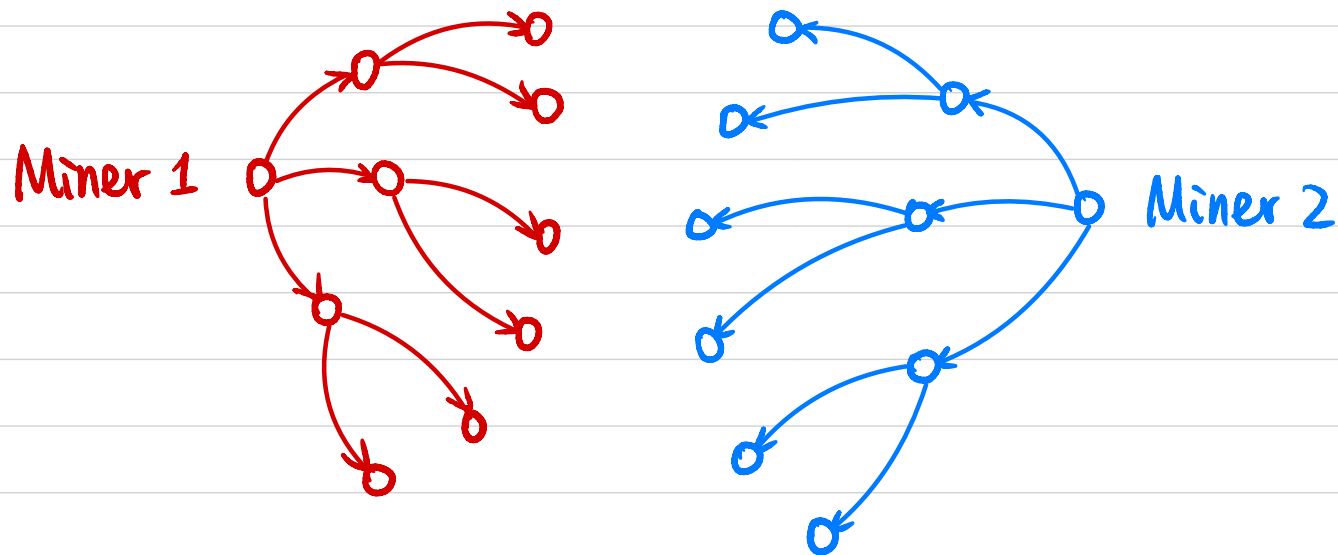


Find nonce s.t. Hash(block) has ≥ 30 leading 0's.

Consensus Protocol:

Whoever first finds a block that hashes to a value w/ ≥ 30 leading 0's, that block becomes the next block.

Proof of Work (PoW)



Longest Chain Rule: Always adopt the longest chain.

Assuming **honest majority of computation power**, the longest chain is always valid.

Extensions

- Smart Contracts
- Proof of Stake (PoS)
- Anonymous transactions (zk-SNARGs)
- Public bulletin board

Differential Privacy

Name	Age	Gender	Race	Weight	ZIP	Disease
Alice						
Bob						
Charlie						
David						
Emily						
Fiona						

Want to make the (sensitive) data public / available to others
(e.g. for medical study).

Attempt 1: "Anonymize" the data.

Delete personally identifiable information (PII): name, DOB, ...

Attempt 2: Only answer aggregate statistics queries.

Privacy Guarantee?

Access to the output shouldn't enable one to learn ^{much more} ~~anything~~ about an individual compared to one ~~without access~~.

with access to the output computed on a database without the individual.

Is this possible?

Privacy vs. Utility

Differential Privacy

x_1
x_2
\vdots
x_n

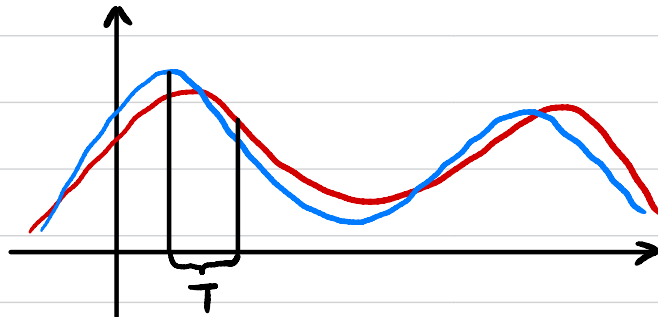
$$D \in X^n \longrightarrow \boxed{M} \longrightarrow M(D)$$

Def ϵ -Differential Privacy for a randomized mechanism:

\forall neighboring datasets D_1 & D_2 (differing in one row),

$\forall T \subseteq \text{range}(M)$,

$$\Pr[M(D_1) \in T] \leq e^\epsilon \cdot \Pr[M(D_2) \in T]$$



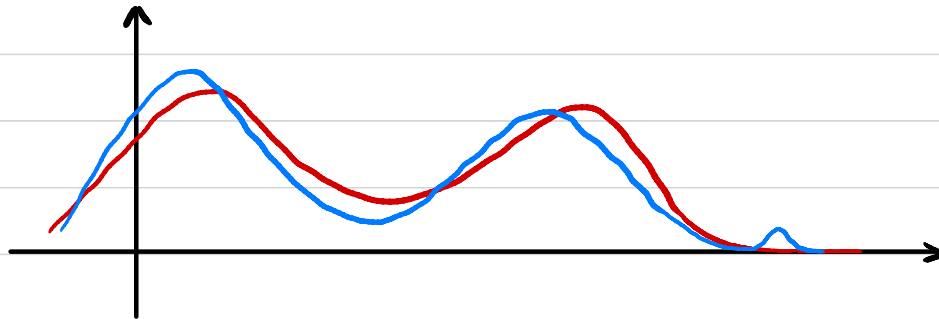
Differential Privacy

Def (ϵ, δ) - Differential Privacy for a randomized mechanism:

\forall neighboring datasets D_1 & D_2 (differing in one row),

$\forall T \subseteq \text{range}(M)$,

$$\Pr[M(D_1) \in T] \leq e^\epsilon \cdot \Pr[M(D_2) \in T] + \delta$$



Is a bigger ϵ better for privacy, or worse? Worse

Is a bigger δ better for privacy, or worse? Worse

Randomized Response

Counting query: What percentage of individuals satisfy predicate P ? α

For each row x_i :

① Sample $b \leftarrow \{0, 1\}$

② If $b=0$, then $y_i := P(x_i)$

Otherwise, $y_i \leftarrow \{0, 1\}$

$M(D) := (y_1, y_2, \dots, y_n)$

Thm Randomized Response is $\ln 3$ -DP.

How to make the mechanism more private? Flip a biased coin in ①

How to estimate the query output?

$$\mathbb{E}[\#1's] = \frac{1}{2} \cdot \alpha \cdot N + \frac{1}{2} \cdot \frac{1}{2} \cdot N \approx \frac{k}{N}$$

Laplace Mechanism

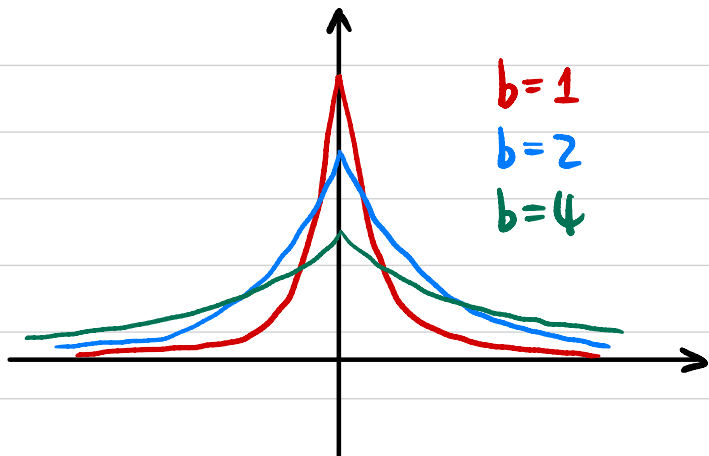
Def Sensitivity of a function $f: X^n \rightarrow \mathbb{R}$

$$\Delta f := \max_{D_1 \sim D_2} |f(D_1) - f(D_2)|$$

Laplace Mechanism: $M(D) = f(D) + \text{Lap}(\Delta f / \epsilon)$

Thm The Laplace Mechanism is ϵ -DP.

Laplace distribution:



$\text{Lap}(b)$:

$$\text{PDF}(x) = \frac{1}{2b} \cdot \exp\left(-\frac{|x|}{b}\right)$$

$$\text{For } X \sim \text{Lap}(b), \Pr[|X| \geq bt] \leq \exp(-t)$$

Is a bigger b better for privacy, or worse?
Better

Composition Theorems

Thm (post-processing) If $M: X^n \rightarrow Y$ is (ϵ, δ) -DP,

$f: Y \rightarrow Z$ is an arbitrary randomized function,

then $f \circ M: X^n \rightarrow Z$ is also (ϵ, δ) -DP.

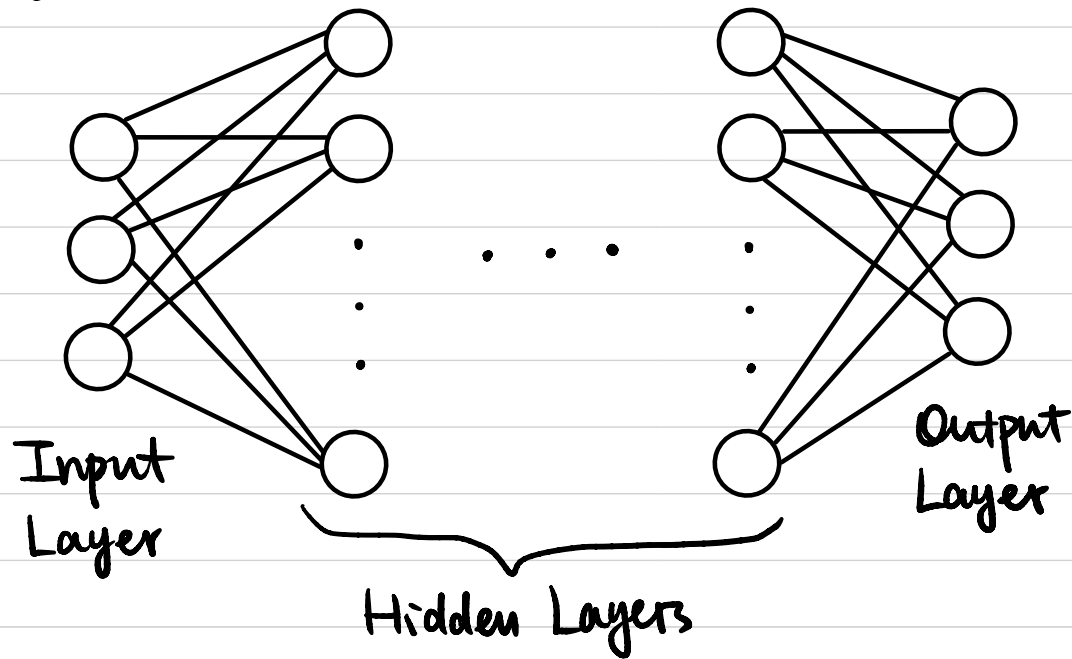
Thm (group privacy) If $M: X^n \rightarrow Y$ is $(\epsilon, 0)$ -DP,

then M is $(k \cdot \epsilon, 0)$ -DP for groups of size k .

Thm (composition) If $M_i: X^n \rightarrow Y$ is (ϵ_i, δ_i) -DP $\forall i \in [k]$,

then $M(D) := (M_1(D), \dots, M_k(D))$ is $(\sum_{i \in [k]} \epsilon_i, \sum_{i \in [k]} \delta_i)$ -DP.

Privacy in ML



Each node in hidden layers: linear function + activation function

Data points (\vec{x}_i, y_i)

ML model: weights \vec{w}

Loss function $L_i(\vec{w})$

Stochastic Gradient Descent (SGD):

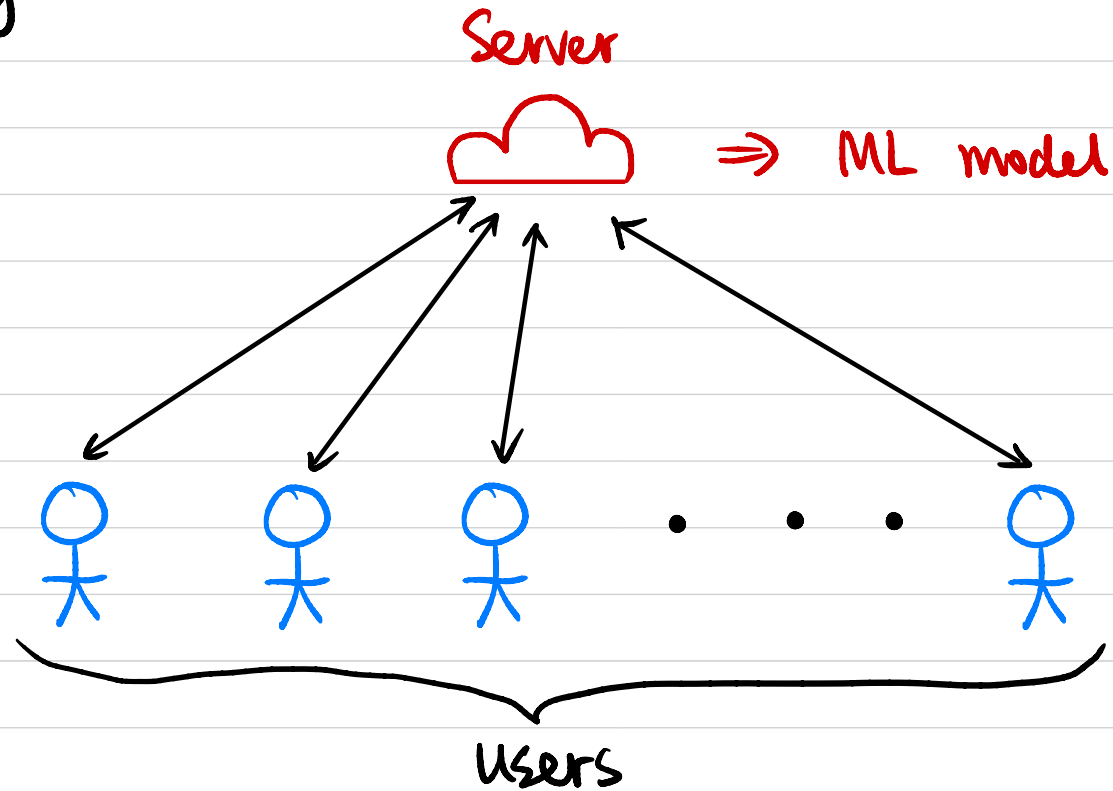
- \vec{w} initialized randomly

- Each iteration:

$$\vec{w} \leftarrow \vec{w} - \eta \cdot \nabla L_i(\vec{w})$$

$$\vec{w} \leftarrow \vec{w} - \frac{\eta}{B} \cdot \sum_{i \in [B]} \nabla L_i(\vec{w})$$

Privacy in ML



- Does the model (updates) contain private information?
- Secure inference / training?
- Data deletion from trained model?