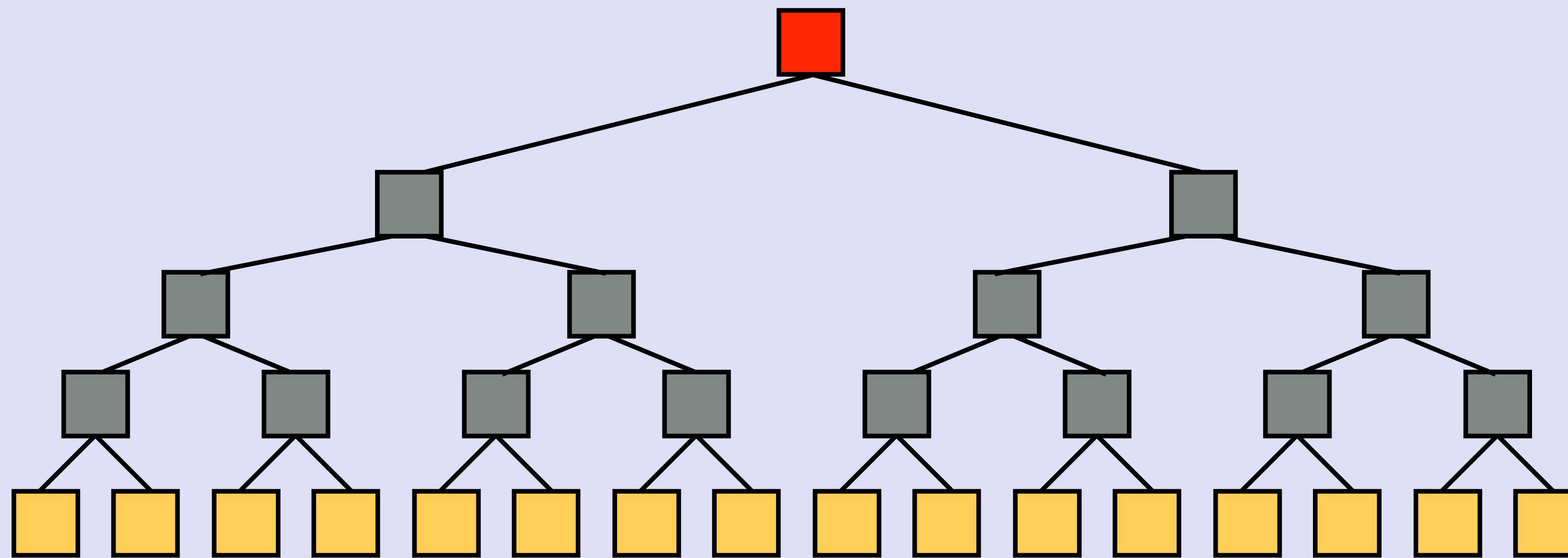


IOTA TUTORIAL 18

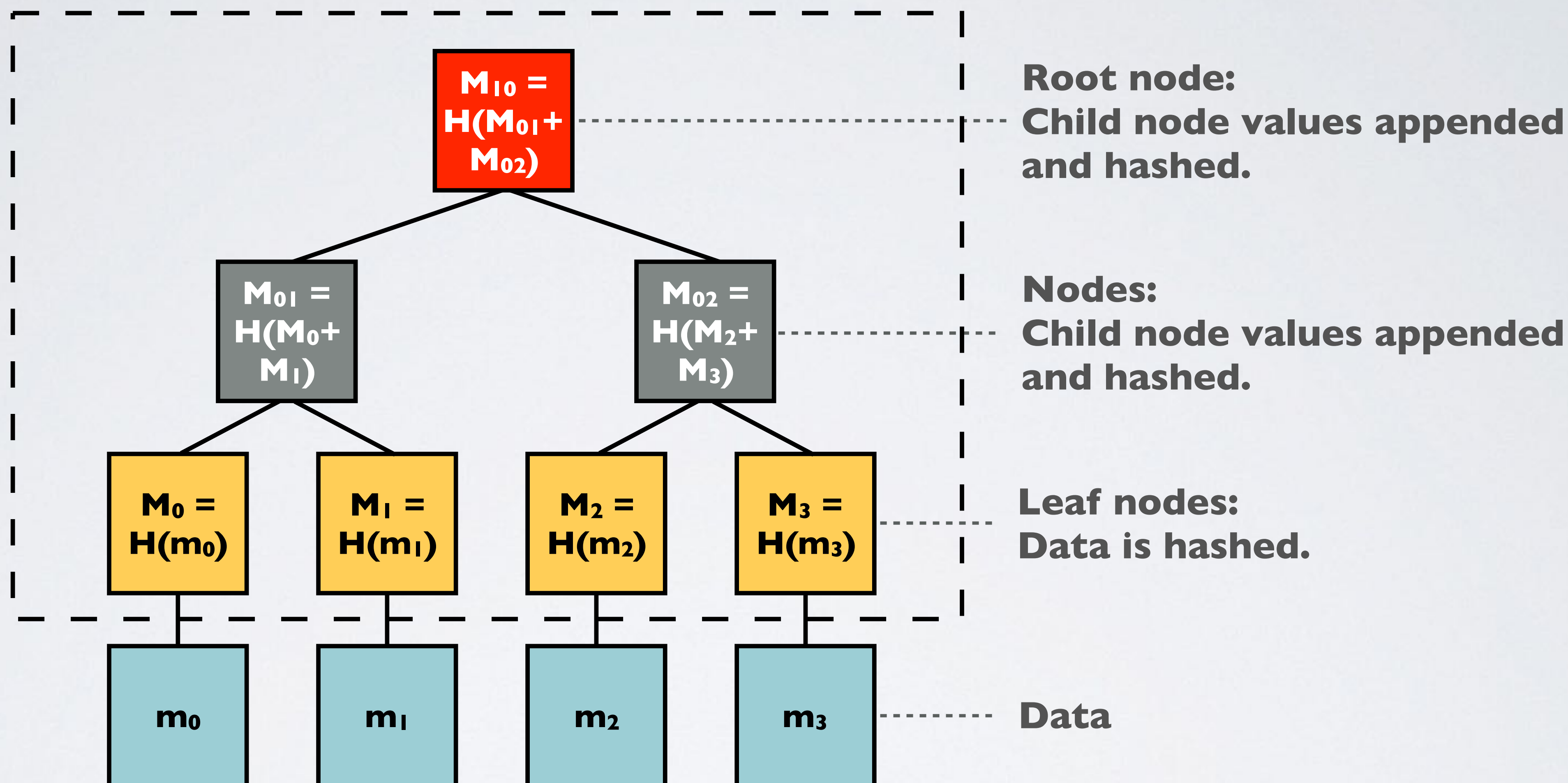
Merkle Tree



INTRO

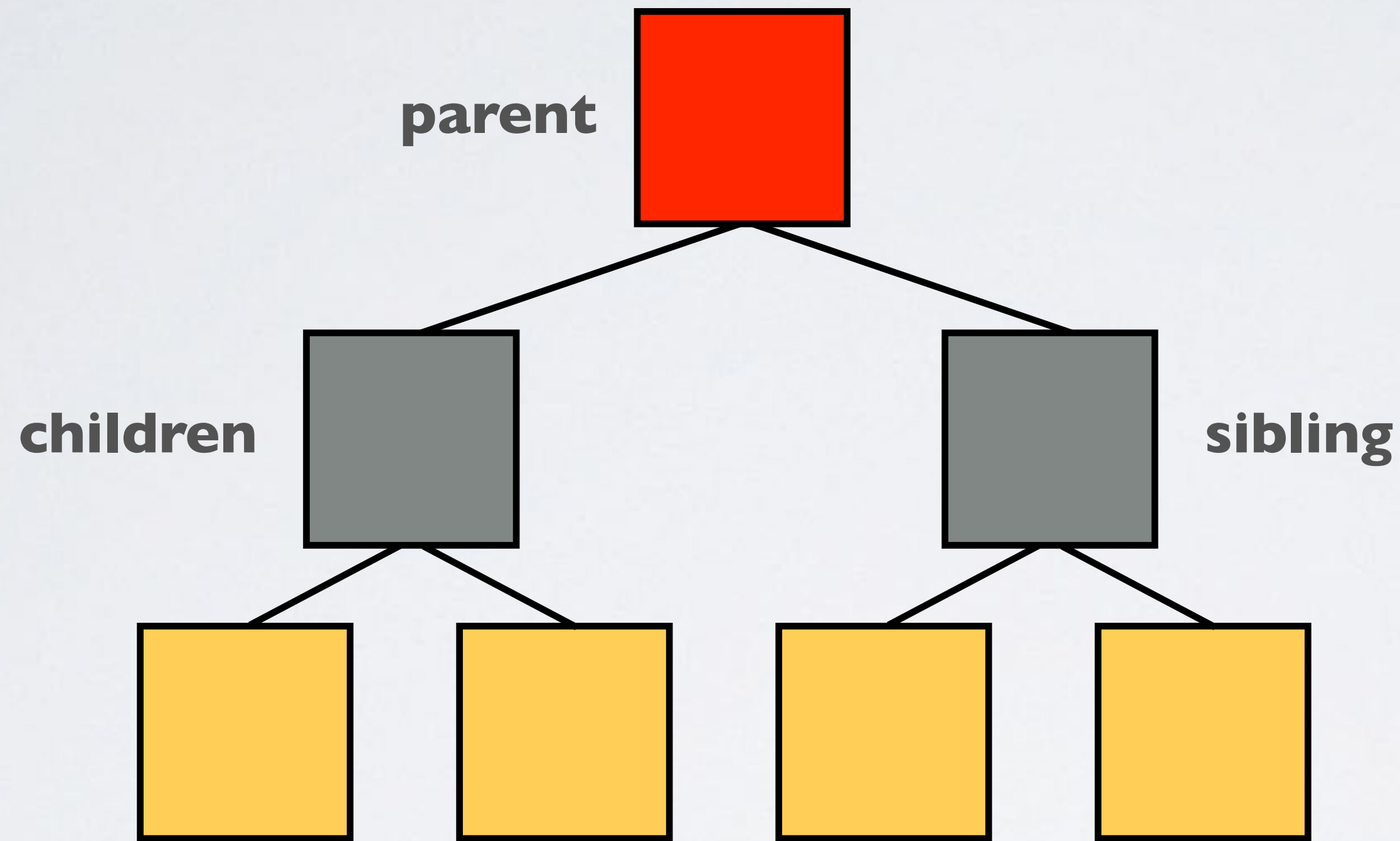
- The main objective of this video is to provide you with some basic knowledge about the Merkle tree.
- The Merkle tree is used in IOTA's Masked Authenticated Messaging.
- IOTA's Masked Authenticated Messaging will be explained in IOTA tutorial 19.

MERKLE TREE



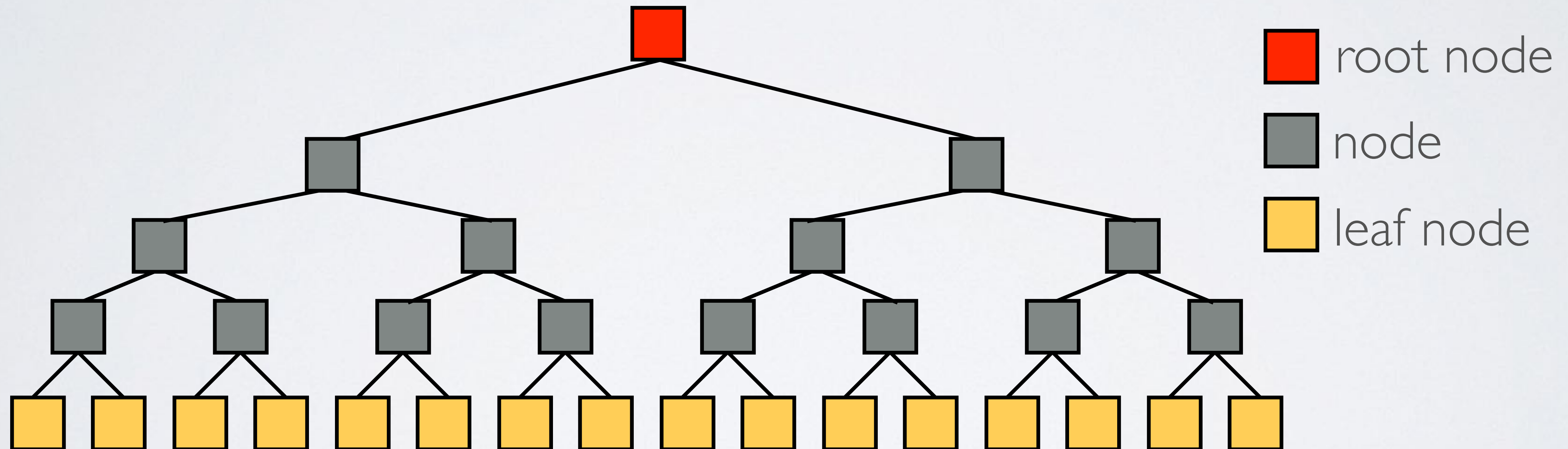
The data (m) itself is not considered part of the Merkle tree but the HASHED data (M) is part of the Merkle tree.

MERKLE TREE



MERKLE TREE

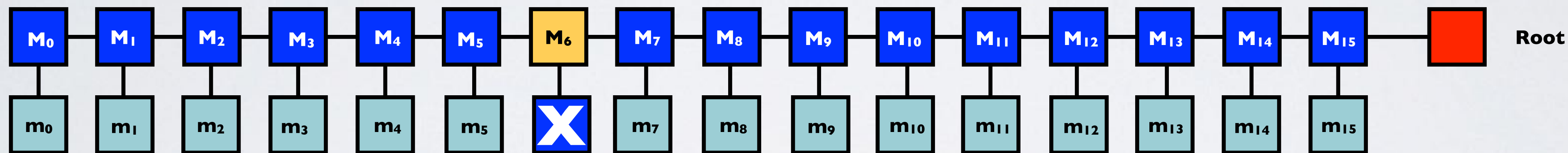
- A hash tree or Merkle tree is a tree structure in which each leaf node is a hash of a block of data and each non-leaf node is a hash of its children. This results in a single hash called the Merkle root. If every node has two children, the tree is called a binary hash tree.



MERKLE TREE

- Why use a Merkle tree?

Why not hash all messages, append the hashed messages and then hash it all to get one root hash value.

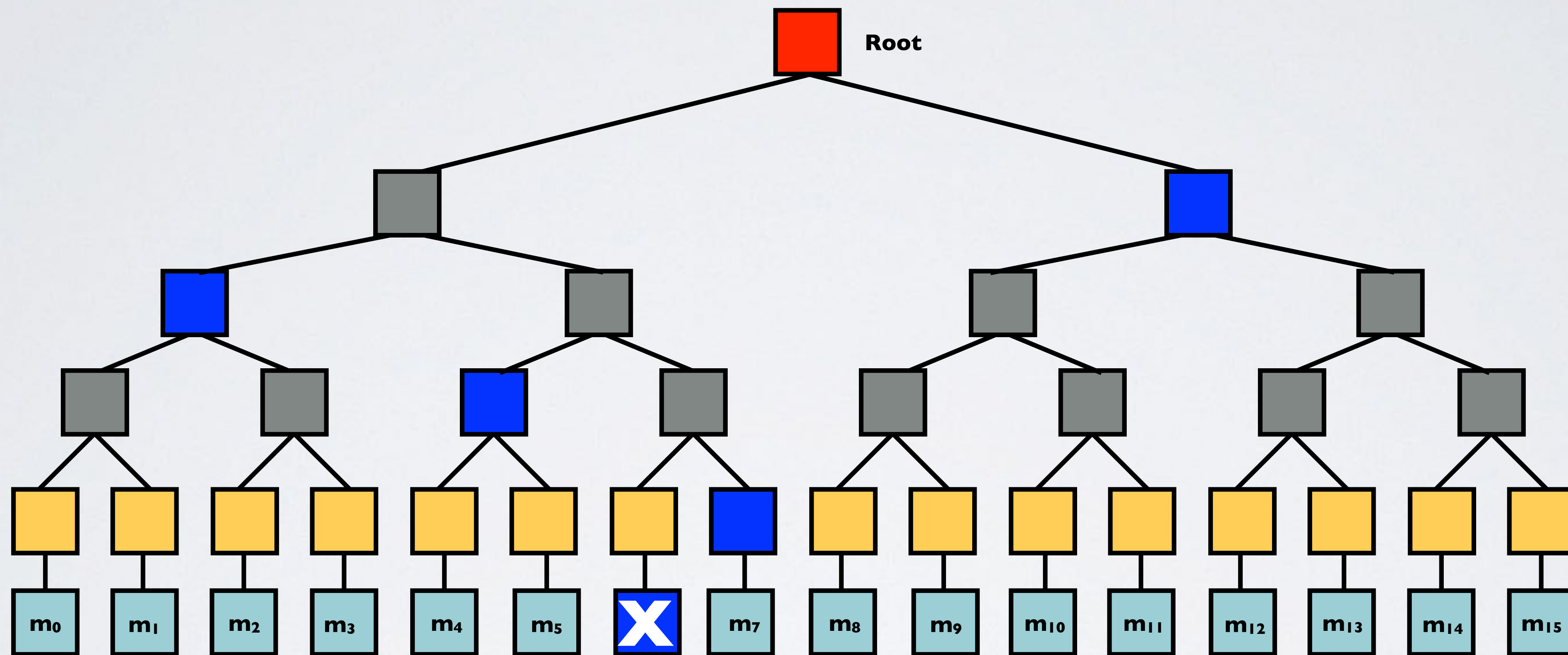


- Bob get the root hash from a trusted source. If Alice wants to proof to Bob that m_6 is not tampered with, she needs to send message m_6 and all other hashed messages to Bob. Bob hashes message m_6 , append all hashes to a single string and hash this string to get one root hash. Bob compares this new root hash with the trusted source root hash to check if message m_6 is not tampered with.

MERKLE TREE

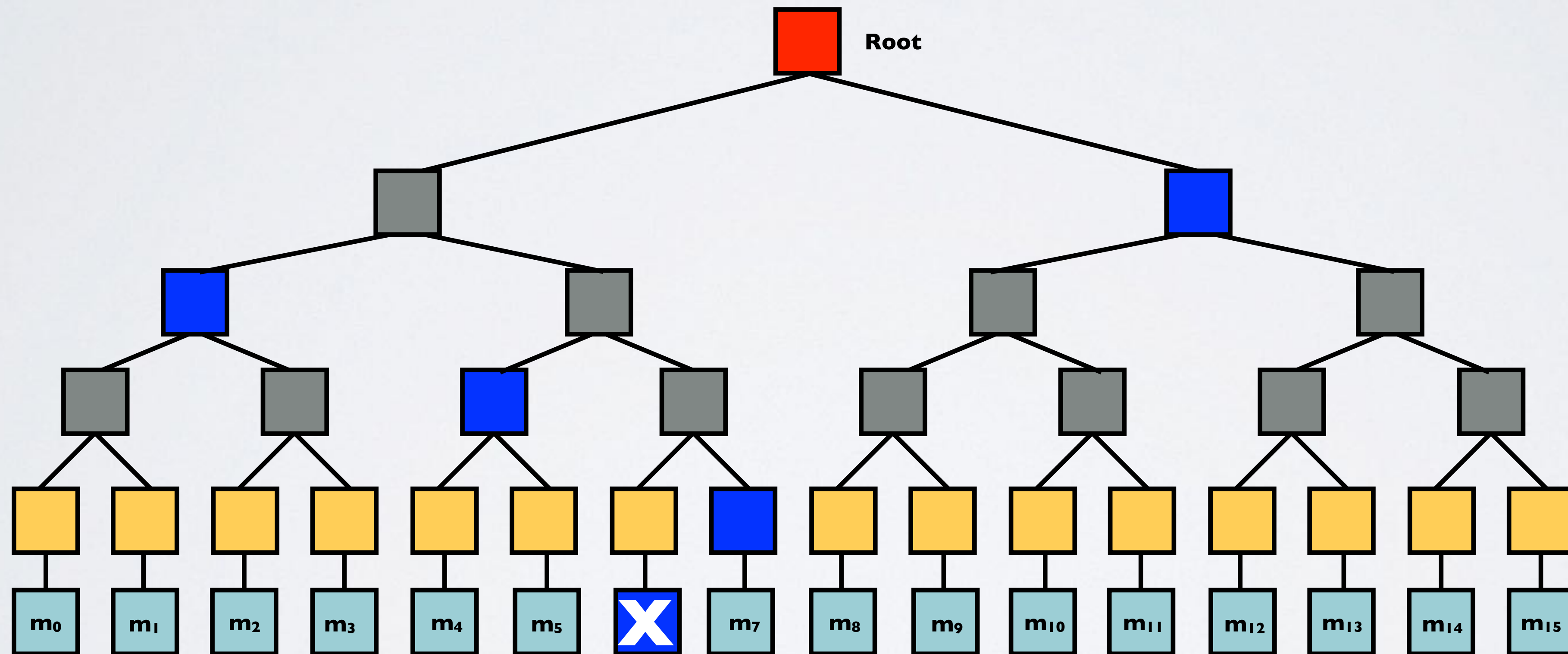
- In this example Alice has to provide 15 hashed values and the message m_6 to Bob to prove that message m_6 is not tampered with.
- A much better solution is using a Merkle tree.
- Again as before Bob gets the root hash from a trusted source. If Alice wants to proof that m_6 is not tampered with, she needs to send m_6 and 4 hashed values to Bob. With the received information Bob calculates the root hash value. Bob compares this root hash with the trusted source root hash to check if message m_6 is not tampered with.
- In this example Alice only needs to provide 4 hashed values and the message m_6 to Bob to prove that message m_6 is not tampered with.

MERKLE TREE



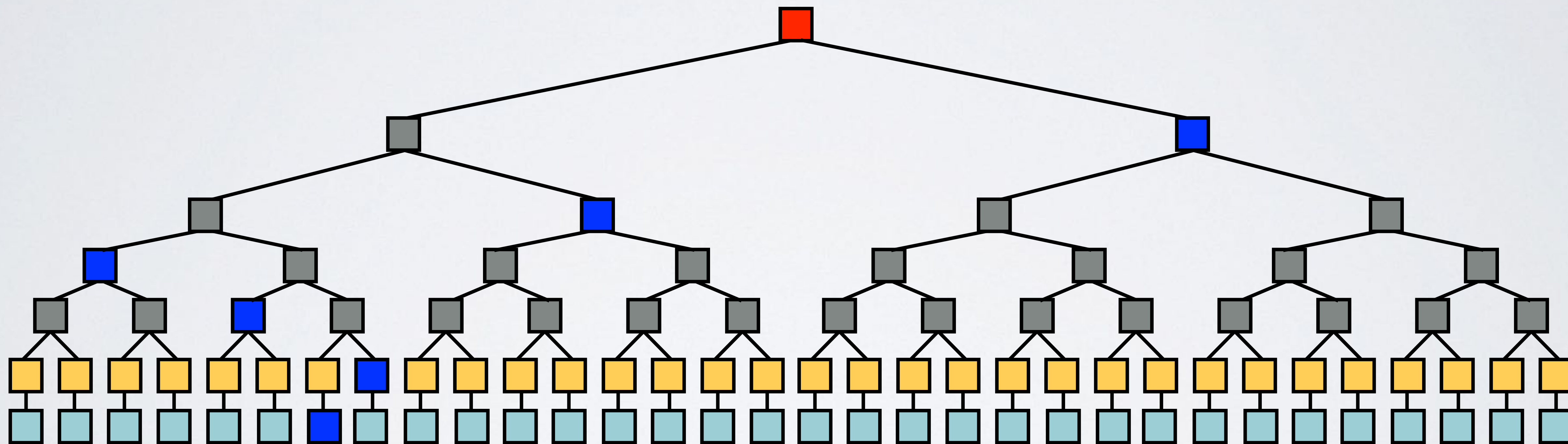
MERKLE TREE

- Using a Merkle tree provides integrity and validity of your data using a small amount of data that a trusted authority has to maintain. This also means little memory / disk space is needed.



MERKLE TREE

- If a Merkle tree has more leaves less hashed values are needed, in comparison to the number of leaves, to validate if a message is not tampered with.



MERKLE TREE

- A perfect Merkle binary tree has the following properties:
 - The number of leaves is always 2^n ($n=0, 1, 2, 3, \dots$).
 - Each node has 0 or 2 children.
 - All leaves are on the same level.
- In a perfect binary tree the following formulas can be applied:

$$\text{Total number of leaves} = L = (N + 1) / 2$$

$$\text{Total number of nodes} = N = 2L - 1$$

$$\text{Total number of levels} = LV = \log_2(L) + 1$$

$$LV = (\ln(L) / \ln(2)) + 1$$

MERKLE TREE: PERFECT BINARY TREE



Level 1

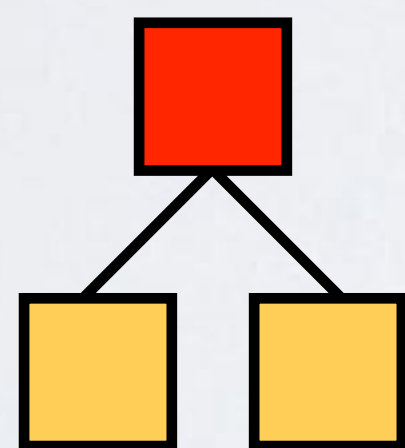
Number of leaves = $L = 1$

Number of nodes = $N = 1$

Number of levels = $LV = 1$



This Merkle tree has only one leaf.
This leaf is also the root.



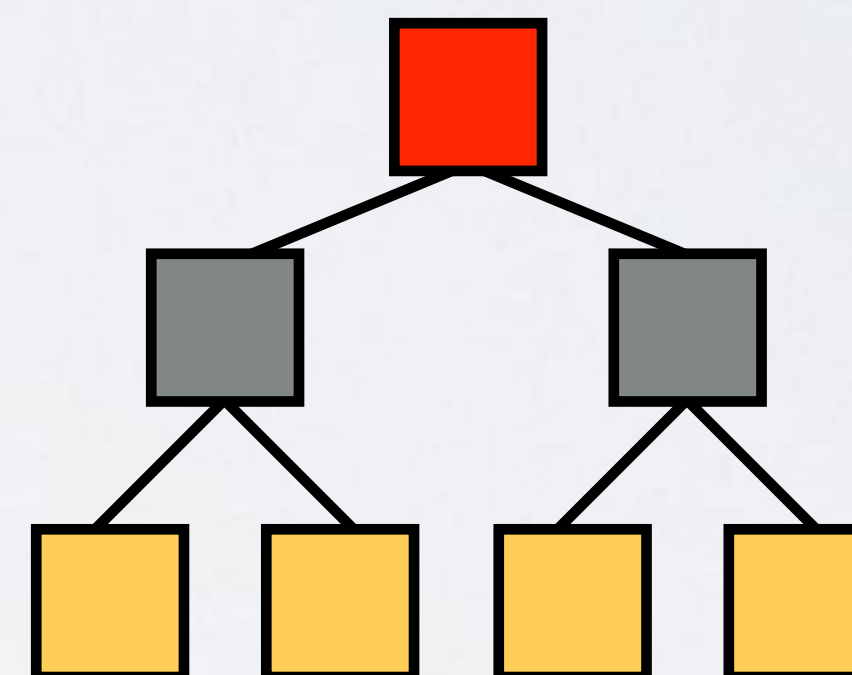
Level 1

Level 2

Number of leaves = $L = 2$

Number of nodes = $N = 3$

Number of levels = $LV = 2$



Level 1

Level 2

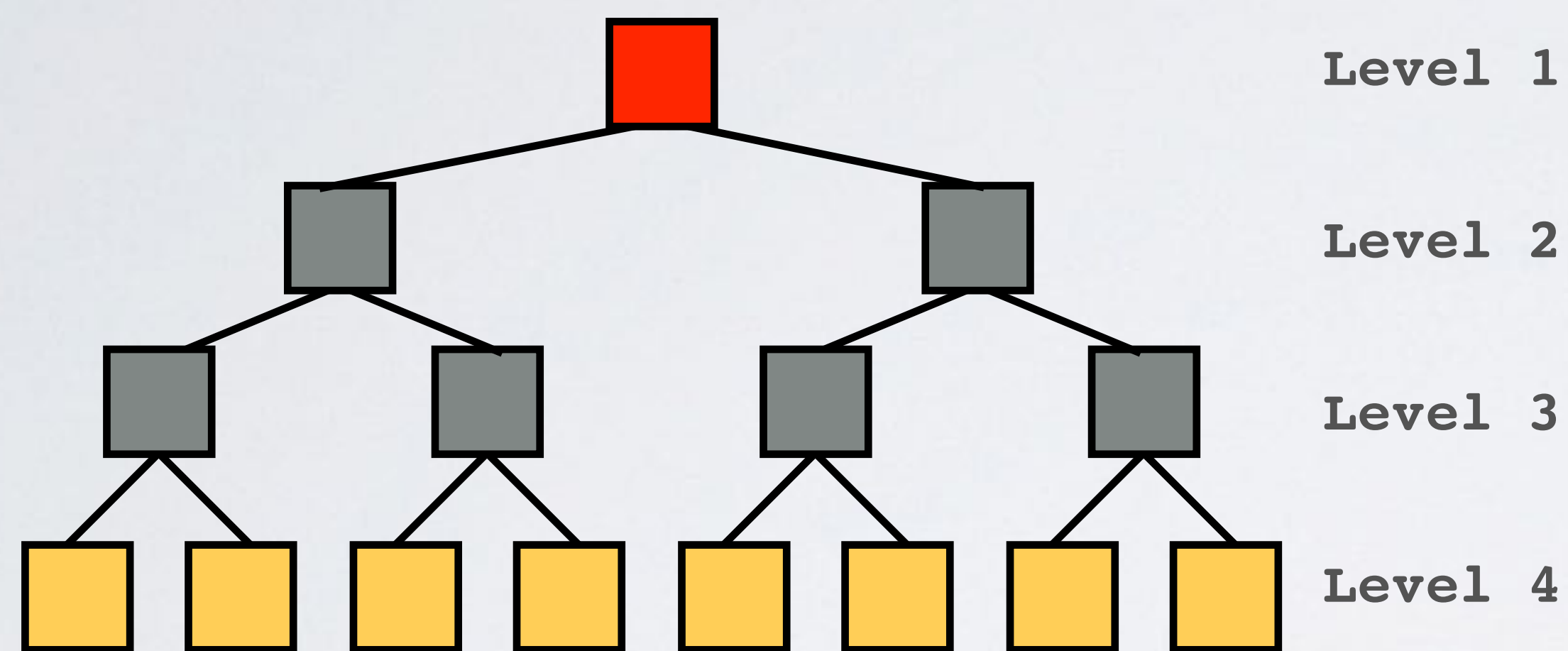
Level 3

Number of leaves = $L = 4$

Number of nodes = $N = 7$

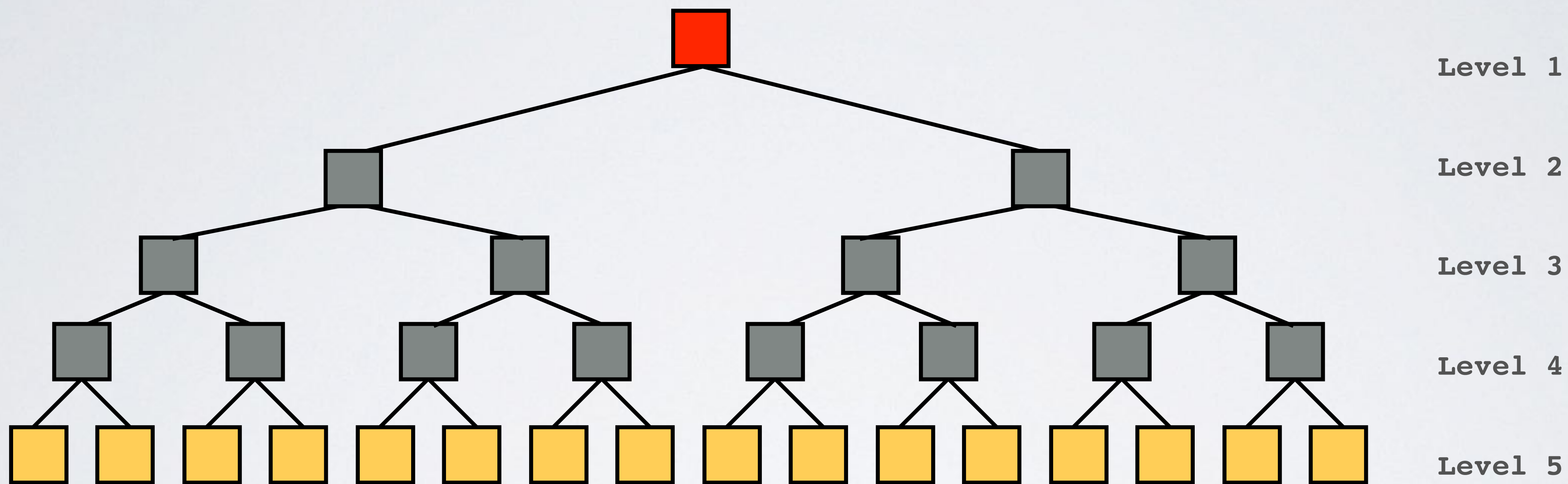
Number of levels = $LV = 3$

MERKLE TREE: PERFECT BINARY TREE



Number of leaves = $L = 8$
Number of nodes = $N = 15$
Number of levels = $LV = 4$

MERKLE TREE: PERFECT BINARY TREE



Number of leaves = L = 16
Number of nodes = N = 31
Number of levels = LV = 5