

# Enhance IoT System Performance with Blockchain: An Overview

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# Topics

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- IoT - Overview
- Blockchain - Overview
- Merge IoT with Blockchain: How
- Merge IoT with Blockchain: Benefits
- Current Research

# IoT – Overview

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## ➤ Connected Things

## ➤ Smart Things

## ➤ What IoT Brings to Us:

✓ Efficiency

✓ Effectiveness

✓ Convenience

✓ Comfort

### **IoT for manufacturing: Survey by American Society for Quality (ASQ):**

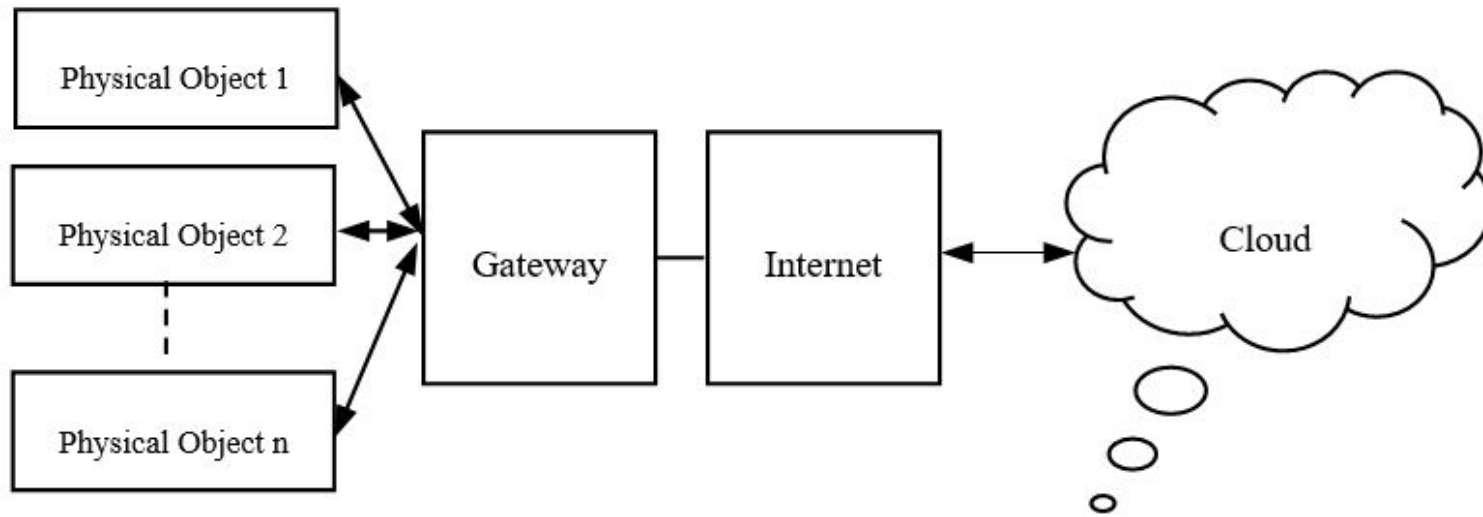
- 82% rise efficiency
- 49% decrease in product defects
- 45% increase in customer satisfaction

### **The Department of Energy reports**

- IoT can reduce a customer's monthly energy costs by 30% on average
- Note: HVAC accounts for 42% of Americans' utility bills

# IoT – Architecture View 1

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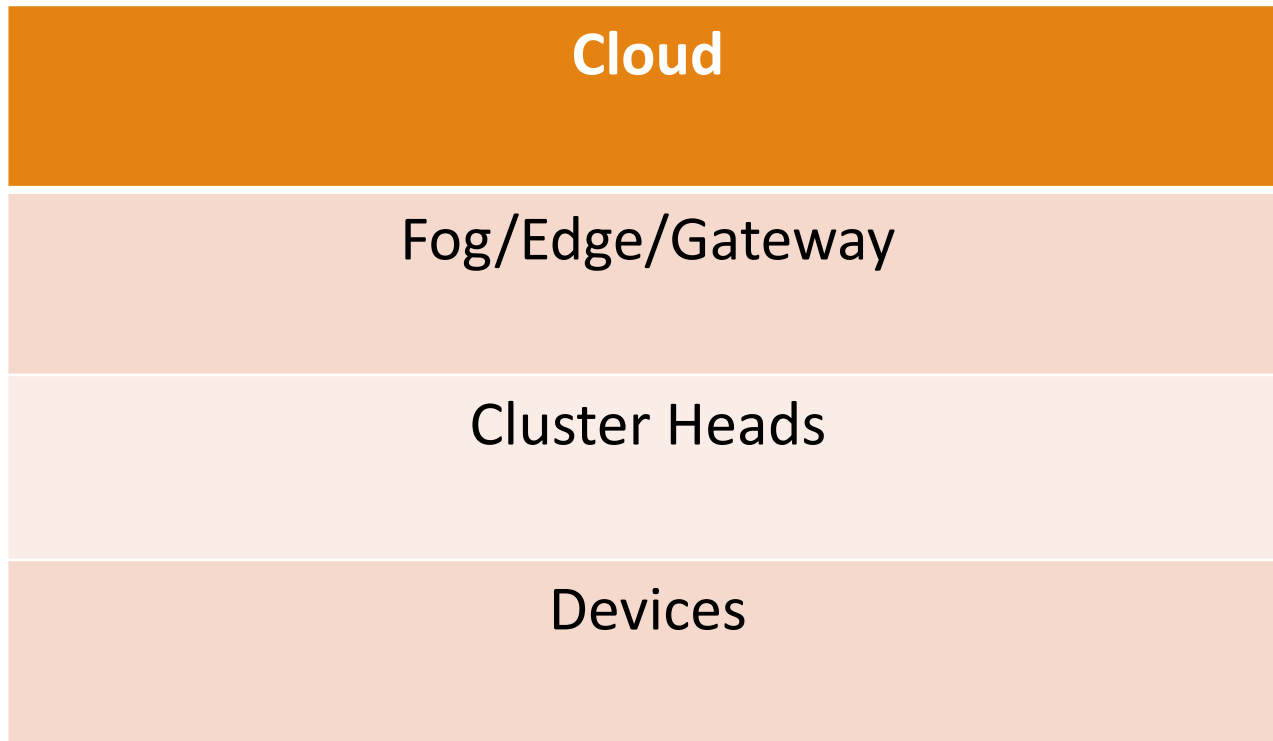


**Typically found in**

- Smart homes

# IoT – Architecture View 2

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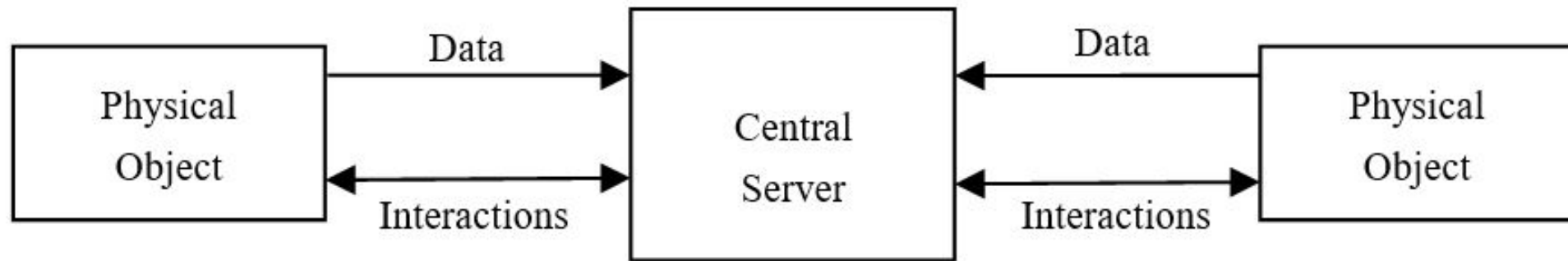


## Typically found in

- Smart buildings
- Smart cities

# IoT – Architecture View 3

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## **The data communication and interactive control perspective:**

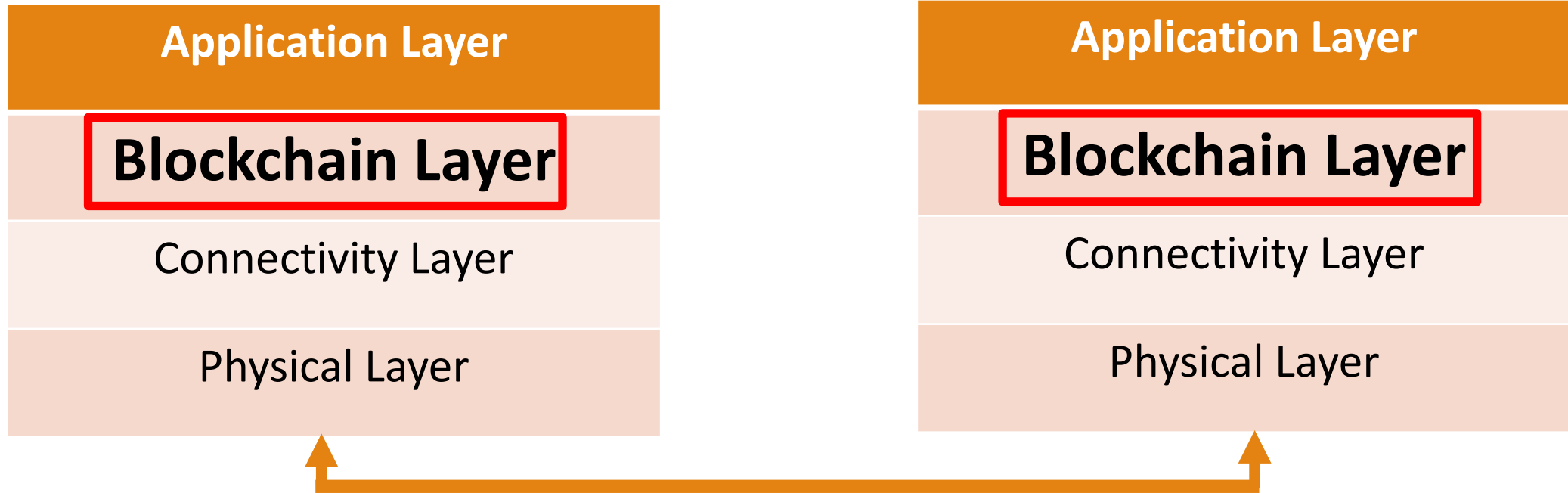
- Data sensing and monitoring (e.g. Google Home; environmental applications)
- Automatic system control (e.g. HVAC systems, industrial IoT)

# Blockchain - Overview

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- **Chained** Data Blocks
- **Distributed** Ledger
- **Encrypted** Data
- Data **Immutability**
- Data **Traceability**
- **Consensus** Algorithms

# Merge IoT with Blockchain: How (1)



- **General computer networking perspective**
- **Blockchain sits between application layer and connectivity layer**
- **All application data are secured by the Blockchain**



# Merge IoT with Blockchain: How (2)

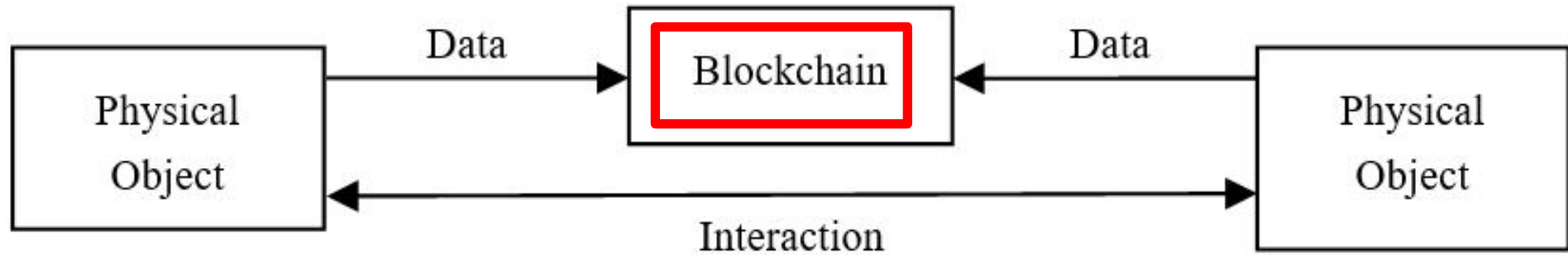
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- **Industrial IoT / control system perspective**
- **Blockchain secures both sensor data and control commands**
- **Suitable for both data and control links are wireless**
- **More demanding for data processing capability, and real-time responsiveness**

# Merge IoT with Blockchain: How (3)

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- **Industrial IoT / control system perspective**
- **Blockchain secures sensor data only**
- **Suitable for wireless data link and wired control link**
- **Real-time control responsiveness not impacted by Blockchain**

# Merge IoT with Blockchain: How (4)

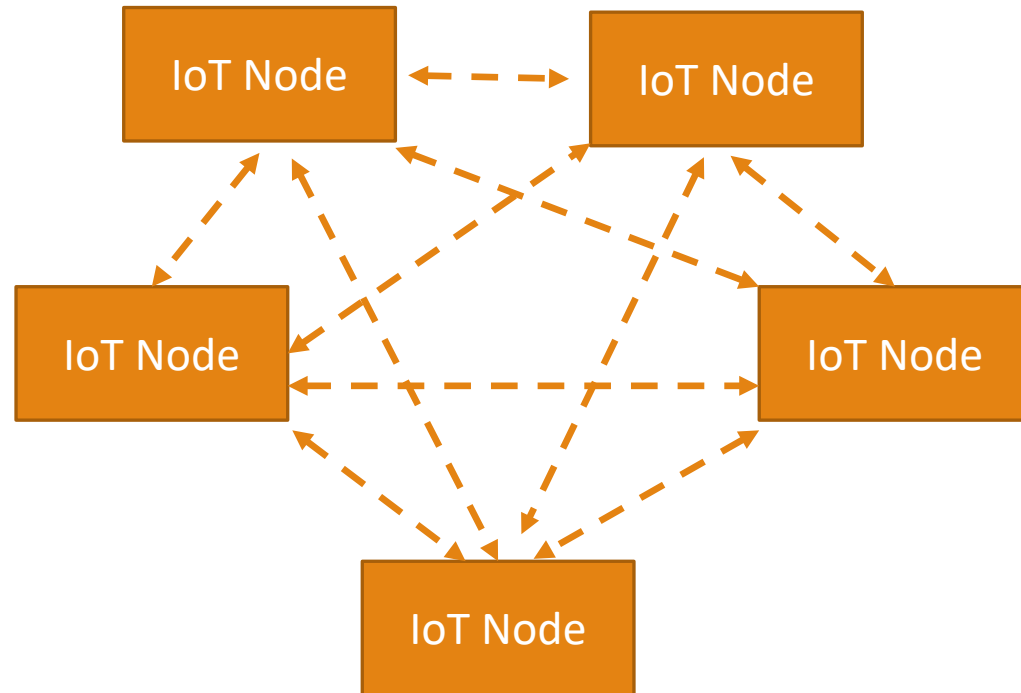
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- **Pieces of Blockchain Ideas** Applied to Different Parts of IoT System
  - Only encrypt data? Data validation only? Consensus for selected parts?
- **Multiple Chains**
  - Different chains for different parts of a system?
- **Coordinated Defence**
  - Consensus applied to system data contributors to prevent the “bad ones”

# Merge IoT with Blockchain: How (5)

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## Distributed Implementation Perspective:



- A node is a “Thing”
- Every node has a copy of the ledger
- Validation mechanism built into node
- All nodes participate in Consensus process

# Merge IoT with Blockchain: Benefits

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- Enhanced Data Integrity
- Enhanced System Security
- Enhanced System Defence
- Enhanced System Reliability

# Current Research

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- Response Time
- Data Storage
- Consensus Algorithms
- Device Level Implementations
- Application Domains

# References

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And more .....