

Tik-110.505

Methods of Cryptography: "Interplay between Cryptography and Game Theory"

Lecture 2: A Cryptographic Solution to a Game-Theoretic Problem

Helger Lipmaa
Helsinki University of Technology
helger@tml.hut.fi

February 14, 2001

Today's literature

- [DHR00] Yevgeniy Dodis, Shai Halevi and Tal Rabin, "A Cryptographic Solution to a Game Theoretic Problem" , CRYPTO 2000.

<http://www.tml.hut.fi/~helger/teaching/crypto-gametheory/>

Game Theory Reminder

- We have a couple of selfish, rational, players, following some probabilistic strategies $s_i(\cdot)$, so as to get maximum payoffs.
- *Equilibria* = A tuple of strategies, where assuming other people are following their strategies, no participant has incentive to change strategy.
- Nash equilibria: strategies are independent. Easiest to implement!
- Correlated equilibria: strategies are not independent. Potentially better payoffs.

Correlated equilibria

- Implemented classically by using mediator, a *trusted third party*, who recommends some actions A_i to players.
- After recommendation A_{Alice} , Alice knows conditional distributions $s_{\text{Alice}}(\cdot | A_{\text{Alice}})$ over the actions of the other player, but nothing more.
- Since we have an equilibria and a *trusted* third party, Alice should have no incentive to deviate from the recommendation.

“Chicken” game

Alice\Bob	Chicken	Dare
Chicken	(4,4)	(1,5)
Dare	(5,1)	(0,0)

- Nash equilibria: $s^1 = (\text{Chicken}, \text{Dare})$ — payoff (1, 5),
 $s^2 = (\text{Dare}, \text{Chicken})$ — payoff (5, 1), $s^3 = \frac{1}{2}(\text{Chicken}, \text{Dare}) + \frac{1}{2}(\text{Dare}, \text{Chicken})$ — *fair payoff* (2.5, 2.5).
- Correlated equilibrium: $\frac{1}{3}((\text{Chicken}, \text{Chicken}) + (\text{Chicken}, \text{Dare}) + (\text{Dare}, \text{Chicken}))$, *fair payoff* (3.5, 3.5).

Removing the Mediator: Payoffs

- We assume that the players are computationally bounded and can communicate prior to playing the game.
- The players get an external input (*security parameter k*); their computational capabilities are assumed to be polynomial in k .
- More precisely, the players work in probabilistic polynomial time (PPT), w.r.t. the length of their first argument 1^k .

Extended games

- First, A and B involve in a two party protocol, where they have two common inputs: 1^k and the strategy profile (s_1^*, s_2^*) .
- \Rightarrow the profile is also PPT-computable!
- The protocol outputs suggestions A_{Alice} and A_{Bob} , to Alice and Bob.
- This is also the only information they get to know!
- Thereafter, $A(1^k, A_{\text{Alice}})$ and $B(1^k, A_{\text{Bob}})$ output moves.

Reminder: Punishment for Deviation

The standard *minmax* methodology of game theory:

- The game has to go on, even if one player cheats during the or does not finish the initial zero-knowledge protocol.
- Honest player chooses a strategy that gives the least payoff to the deviator when the deviator chooses his best strategy.
- It can hurt the honest player, but since it also hurts another player, it makes everybody reluctant to not to follow the protocol.
- This works, since everybody is selfish!

Goal of Cryptographic Protocol

- To replace the mediator! What did the mediator do?
 - ★ Given a strategy profile (a distribution on strategies), sample it: i.e., choose a pair of actions $(A_{\text{Alice}}, A_{\text{Bob}})$, according to it.
 - ★ Output A_{Alice} to Alice only, A_{Bob} to Bob only.
- \Rightarrow Protocol has to sample a random pair from the profile, given the probability distribution, and output the first coordinate of it to Alice and the second coordinate to Bob.
- Nothing about the other player's recommendation would be revealed to Alice and Bob. (A zero-knowledge/witness-hiding protocol.)

Goals, more precisely

- The strategy profile is computable in the PPT time.
- In (at least simplest of the) two-player games, the profile can be described as a relatively short list of pairs $\{(A_1, A_2)\}$, where more probable pairs are replicated.
- The strategy is to randomly choose a pair from this list.
- Formal definition of the goal: given a list $\{(a_i, b_i)\}$, pick jointly a random pair (a_i, b_i) , distribute a_i to Alice and b_i to Bob.

Cryptographic tools: public key encryption

- (Probabilistic) public key encryption scheme is a triple (G, E, D) , where $G(1^k)$ produces the pair of (pk, sk) .
- Given $(pk, sk) \leftarrow G(1^k)$, $D_{sk}(E_{pk}(m, r)) = m, \forall m, r$
- r is random component (nonce), necessary to achieve nice properties like semantic security.
- Also necessary for the next definition.

Blindable encryption

Add two algorithms, Blind and Combine, s.t.

- For any message m' and ciphertext $c = E_{pk}(m)$, $\text{Blind}_{pk}(c, m')$ produces a random encryption of $m + m'$, s.t. the distribution of $\text{Blind}_{pk}(c, m')$ is equal to that of $E_{pk}(m + m')$ (under all possible random choices).
- $\text{Blind}_{pk}(\text{Blind}_{pk}(c, m_1; r_1), m_2; r_2) = \text{Blind}_{pk}(c, m_1 + m_2; \text{Combine}(r_1, r_2))$

Blindable encryption: examples

Modified ElGamal: $E_{pk}(m, r) = (g^m h^r, g^r)$. Here, $\text{Blind}_{pk}((y, x), m') = (g^{m'} y, x)$ and $\text{Combine}(r_1, r_2) = r_1 + r_2$:

$$\text{Blind}_{pk}((g^m h^r, g^r), m') = (g^{m+m'} h^r, g^r) .$$

Paillier: $E_{pk}(m, r) = g^m r^n \bmod n^2$, here $\text{Blind}_{pk}(y, m') = g^{m'} y$ and $\text{Combine}(r_1, r_2) = r_1 r_2$.

Okamoto-Uchiyama: $E_{pk}(m, r) = g^m h^r \bmod p^2 q$, here $\text{Blind}_{pk}(y, m') = g^{m'} y$ and $\text{Combine}(r_1, r_2) = r_1 + r_2$.

⋮

Semantic security

Ciphertexts corresponding to two different messages m_0 and m_1 are indistinguishable. More precisely, for any PPT algorithm A and polynomial p , there exists a k_0 , s.t.

$$\Pr[(pk, sk) \leftarrow G(1^k), (m_0, m_1) \leftarrow A(1^k, pk), b \leftarrow \{0, 1\} : \\ A(1^k, pk, E_{pk}(m_b)) = b] < 1/p(k)$$

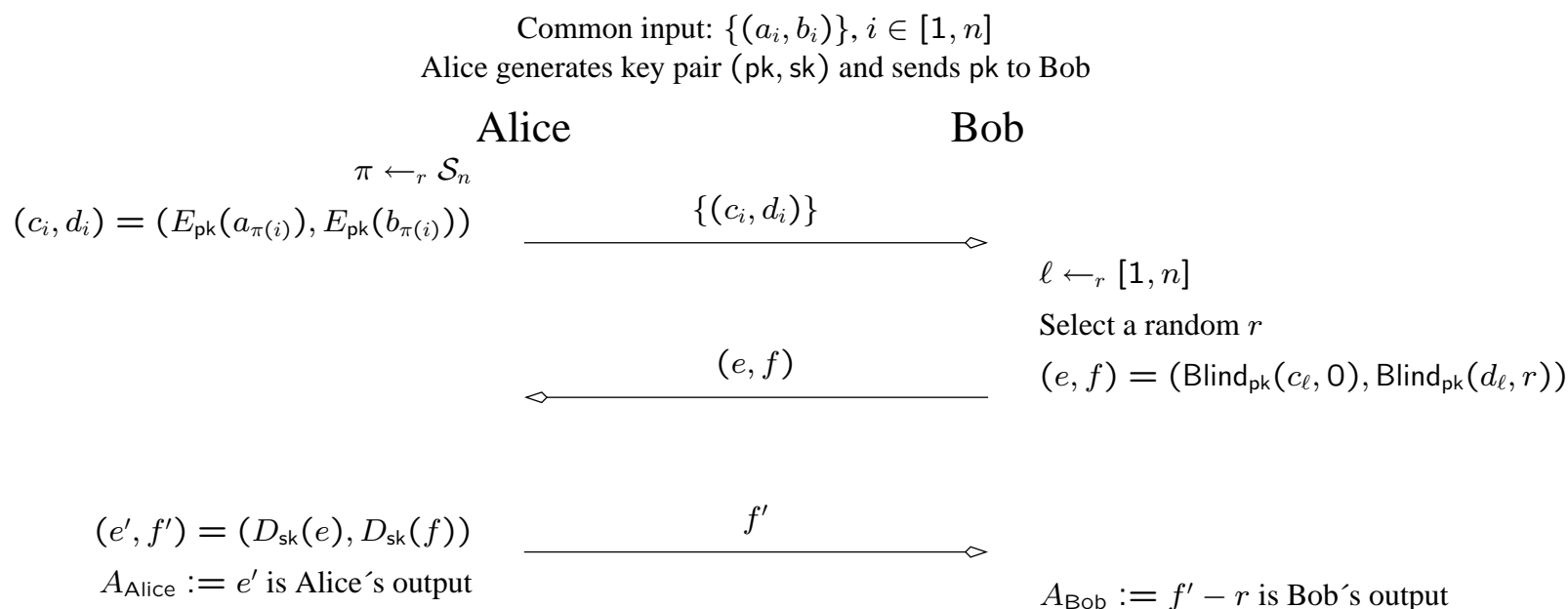
whenever $k > k_0$.

More generally, it means that given a ciphertext, A cannot extract any useful information about the plaintext.

In what follows we have a semantically secure blindable encryption scheme.

Easy protocol: players are honest-but-curious

A and B have as common input the list $L = \{(a_i, b_i)\}$. Alice generates a key pair (pk, sk) and sends pk to Bob.

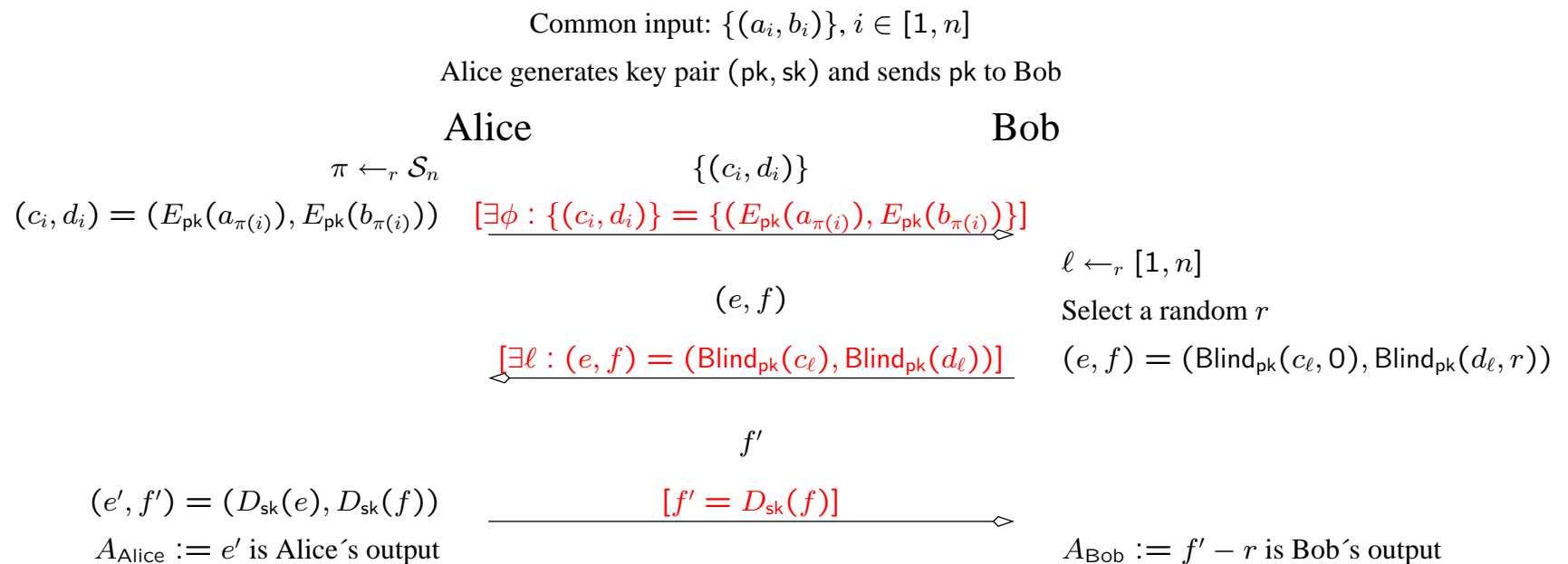


Honest-but-curious: analysis

- Since the scheme is semantically secure, Bob obtains no information on the used permutation and hence on A_{Alice} except that which follows from knowledge of A_{Bob} .
- Since r is random, Alice obtains no information on A_{Bob} except that which follows from knowledge of A_{Alice} .
- Bob has incentive to pick ℓ randomly (otherwise Alice would be able to trick him), hence also the distribution is correct.

Dishonest players?

Add zero-knowledge proofs that every step is performed correctly!



Proof of proper decryption

Alice has to prove, given (y, m) , that $D_{\text{sk}}(y) = m$.

- Proof does not have to be zero-knowledge!
- Alice does *not* know r (otherwise she could just reveal it).
- Alice sends $\{b_{\pi(i)}, r_{\pi(i)}\}$, s.t. $\{d_{\pi(i)}\} = \{E_{\text{pk}}(b_{\pi(i)}, r_{\pi(i)})\}$.
- Bob verifies that $d_\ell = E_{\text{pk}}(b_\ell, r_\ell)$.

Bob will get to know $\{b_{\pi(i)}\}$, but this does not give him any information on $a_{\pi(i)}$ that he does not have by knowing $b_{\pi(i)}$ alone!

Encrypted list correspondence

Alice and Bob know two lists $\{a_i\}$ and $\{c_i\}$. Alice has to prove that she knows a permutation π and nonces $\{r_i\}$, s.t. $c_i = \text{Blind}_{\text{pk}}(a_{\pi(i)}, 0; r_i)$.

Intuition behind the proof (Fig. 3 in the paper):

- Alice generates random permutation ρ and random nonces $\{s_i\}$, and depending on Bob's challenge $\in \{0, 1\}$, reveals either $(\rho, \{s_i\})$ or $(\pi \circ \rho, \{\text{Combine}(r_{\rho(i)}, s_i)\})$.
- Since ρ and $\{s_i\}$ are random, Bob gains no knowledge of π or $\{r_i\}$.
- Alice's best strategy in cheating is to guess Bob's challenge (probability $1/2$).

\Rightarrow constant-error three-round ZK proof. All such protocols can be transformed to constant-round negligible-error ZKP's.

Proof that (c', d') is correct

Bob needs to prove that (c', d') is a blinded version of some (c_ℓ, d_ℓ) for some ℓ , without revealing ℓ .

He can use the previous protocol, by first picking a random permutation τ and then letting $\ell = \tau(1)$.

Conclusions

More details in the paper.

Do you want to sometimes go through the general constructions of negligible-error ZKP's?

Next few times: auctions + game theory.