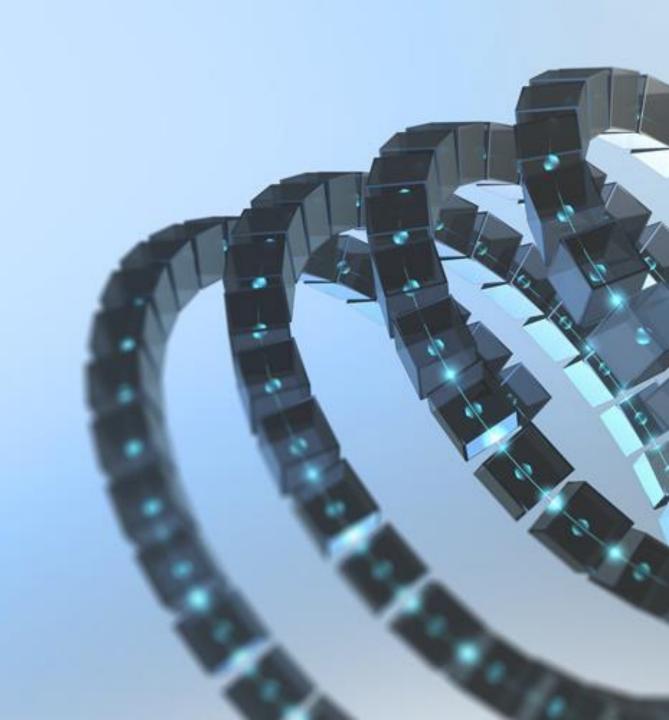


"On the Internet, nobody knows you're a dog."

Blockchain

The Chain of Trust and its Potential to Transform Industries

Speaker: Srini Attili, Vice President, IBM @sriniattili



Agenda

The Conversation

Why? What? How ?
Industry challenges and transformation potential
Case studies
How do you get started?

Q&A

Why Blockchain?

What is it?

How does it work?

The Bitcoin Blockchain

Bitcoin: A Peer-to-Peer Electronic Cash System

Satoshi Nakamoto satoshin@gmx.com www.bitcoin.org

Abstract. A purely peer-to-peer version of electronic cash would allow online payments to be sent directly from one party to another without going through a financial institution. Digital signatures provide part of the solution, but the main benefits are lost if a trusted third party is still required to prevent double-spending. We propose a solution to the double-spending problem using a peer-to-peer network. The network timestamps transactions by hashing them into an ongoing chain of hash-based proof-of-work, forming a record that cannot be changed without redoing the proof-of-work. The longest chain not only serves as proof of the sequence of events witnessed, but proof that it came from the largest pool of CPU power. As long as a majority of CPU power is controlled by nodes that are not cooperating to

The Hyperledger Fabric



Permissioned network



Programmable



Confidential transactions

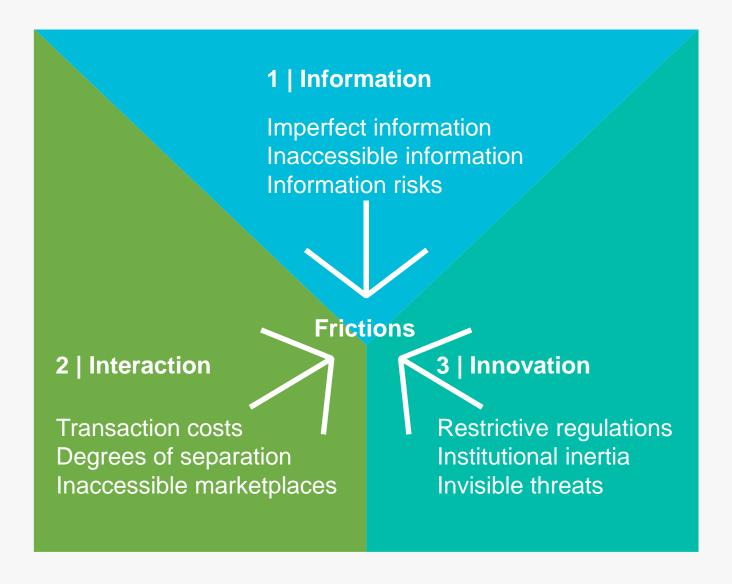


No cryptocurrency

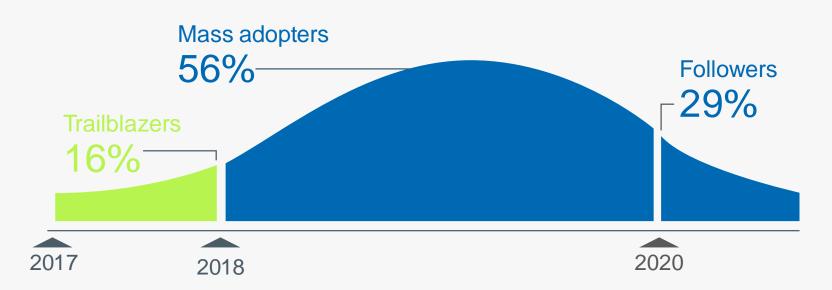
The Comparison...

	Bitcoin	Ethereum	Hyperledger
Cryptocurrency required	bitcoin	ether, user-created cryptocurrencies	none
Network	public	public or permissioned	permissioned
Transactions	anonymous	anonymous or private	public or confidential
Consensus	proof of work	proof of work	PBFT
Smart contracts (business logic)	none	yes (Solidity, Serpent, LLL)	yes (chaincode)
Language	C++	Golang, C++, Python	Golang, Java

Industry Pain Points



A new study from the IBM Institute for Business Value identified three key findings on Blockchain from healthcare executives...





16% of healthcare respondents – the Trailblazers – expect to have a commercial blockchain solution at scale in 2017.

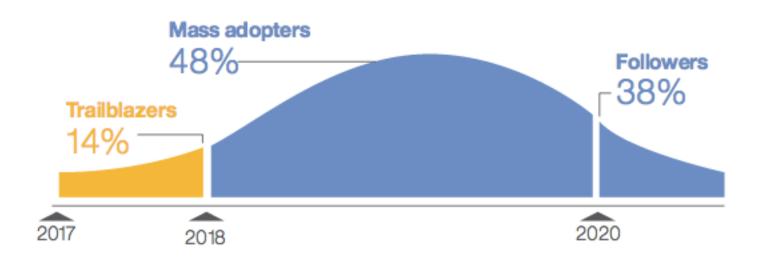


6 in 10 healthcare Trailblazers anticipate blockchains will help them access new markets, and new and trusted information they can keep secure.



7 in 10 healthcare
Trailblazers expect the
greatest blockchain
benefits to be in clinical
trial records, regulatory
compliance and medical/
health records.

Similar study from the IBM Institute for Business Value identified three key findings on Blockchain from Government executives...





14% of Government institutions— the Trailblazers — expect to have a blockchains in production and at scale by 2017.



7 in 10 Government executives anticipate blockchains will deliver the greatest cost, time and risk reduction benefits in the regulatory compliance.



9 in 10 Government executives plan to make blockchain investments in financial transaction, asset management, contract management and regulatory compliance by 2018.

Key Use Cases

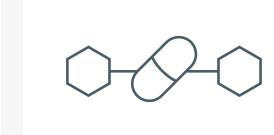
We identified use cases across Healthcare and Government to drive highest impact

Healthcare and Life Sciences:



Patient consent and health data exchange





Drug supply chain provenance and traceability



Rethinking clinical trial management

Government:

- Identity
- National Land Registry
- Corporate Registry
- Vehicle Registry / Leasing

- Supply Chain (IBM Dispute Resolution)
- Supply Chain Management (Farm to Fork)
- Trade Supply Chain
- Trade Finance



Blockchain work to-date – Sample Case Studies

















Anatomy of a Blockchain Project



Industry solutions

Analytics/Cognitive

Process definition

Presentation layer

Smart contracts and data models

Integration and API management

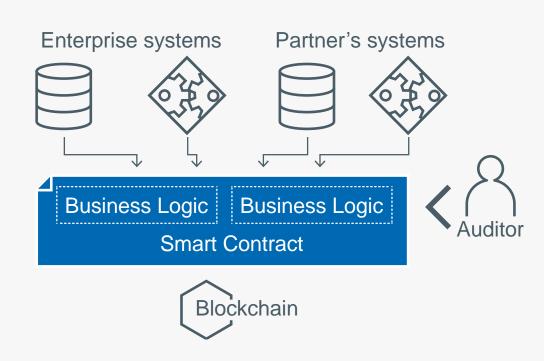
Blockchain Foundation platform

Cloud infrastructure

Two Approaches for Creating Blockchain Solutions

- Simple Augmentation of Existing Solutions
- - Existing **Transaction** enterprise history system and data Partner's systems **Smart Contract** Blockchain

Creating a new function or solution with Blockchain and Smart Contracts for business logic



Engagement model overview



Get Started...

Build out your use cases with these blockchain technologies



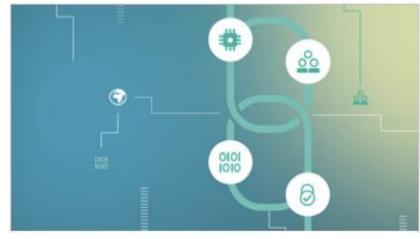






Run a blockchain network in a secure Cloud environment





Watson Internet of Things with Blockchain



IoT with Blockchain

Progress occurs when courageous, skillful leaders seize the opportunity to change things for the better.

Harry S Truman, 33rd President of the United States

Thank you!