



Blockchain Technology is Being Utilized for Developing a Secure E-Coupon Service

N SWETHA KANAKA RATNAM

Master of Computer Applications (MCA)

SVKP & Dr K S Raju Arts & Science
College(A),

Penugonda, W.G.Dt, A.P, India

swethanakka917@gmail.com

P SRINIVASA REDDY

Associate Professor in Computer Science,

SVKP & Dr K S Raju Arts & Science
College(A),

Penugonda, W.G.Dt , A.P , India

psreddy1036@gmail.com

ABSTRACT:

Electronic coupons, sometimes known as "e-coupons," are increasingly used as the popularity of online shopping increases. The majority of e-coupon systems manage the information of e-coupons on a single server. However, due of its centralization, e-coupon services are usually at risk of security problems. For instance, it might be challenging to match the user and the owner of an expired e-coupon when the information which is maintained in a centralized e-coupon server is forged. This method is known as double-spending. We suggest a new e-coupon service to address this problem, enhancing the product's security by utilizing a blockchain technology. Because of this, we must first create a server that can run the e-coupon service and interact with the blockchain technology. To ensure the accuracy of the e-coupon business logic and its data, we secondly create a smart contract on the blockchain system. On a blockchain system based on Ethereum, we implemented the suggested service. The results of the experiment show that, when compared to an existing e-coupon service, our proposed service increases security while just slightly affecting performance.

KEYWORDS:E-Coupon, Blockchain technology, Smart Contract and Security**1.INTRODUCTION**

Electronic coupons, or e-coupons, are becoming popular as a marketing technique with the expansion of the electronic commerce market [1],[2].E-coupon suppliers, like retailers and marketers, have an effective management method thanks to the electronic form of these coupons, which is also convenient for consumers. For instance, because an e-coupon is offered by a digital code, e-coupon providers can simply disseminate the e-coupon to the customers online and gather information about how many people download and use e-coupons.

Additionally, users can simply manage their e-coupons on their computers or mobile devices. E-coupons have these benefits, and according to Global Mobile Coupons Market 2016-2020, the market will expand at a compound annual growth rate (CAGR) of 73.14% from 2016 to 2020 [3].

Even while the e-coupon business is growing and offers a number of advantages, there are still some difficulties. Most e-coupon services maintain e-coupon data in a centralized system for ease of management. The data from the central database system is utilized to validate an

e-coupon when it is used. On the other hand, because of the centralization, an administrator can quickly change the data, allowing for the forged and fraudulent use of an e-coupon. For instance, a malicious attacker may modify the discount rate or an e-coupon could be used more than once (doubling up on purchases). Real e-coupon crime costs in the United States are estimated by Penn Live to be between \$300 and \$600 million annually [4].

Hsueh et al.'s [5] proposal for an e-coupon system that combines block chain and hash chain technology to increase e-coupon security is based on a hash chain. Our research supports previous work by using block chain technology to ensure the accuracy of e-coupon data. On the other hand, by creating a secure smart contract, we provide the confidentiality of both activities (such as managing e-coupons, etc.) and the security of e-coupon information.

In order to increase the security of the service, we suggest an e-coupon service based on a block chain system in this study. To accomplish this, we first create a server that can interface with the block chain system and enable e-coupon service. Second, to ensure the accuracy of the operations (i.e., business logic code [6]) and e-coupon data, we design an e-coupon smart contract for the block chain system. For convenience for customers, we also automatically deploy an e-coupon smart contract to the block chain.

On the Quorum block chain system [7], we apply and implement the suggested service for the security of e-coupon data and business logic code (i.e., downloading, delivery, and utilizing an e-coupon). The results of experiments show that, in comparison with present services, the proposed service increases security while having a relatively low performance overhead. The following are the contributions made by our work: V

- In terms of security and e-coupon trade, we look into the current processing system for e-coupons.
- We suggest a brand-new service that deploys the e-coupon smart contract automatically and allows for secure e-coupon trade via a block chain system.
- In comparison to the current services, we show that the proposed e-coupon service is more secure.

2.LITERATURE SURVEY

Agarwal et al [12] suggest a solution based on a third-party centralized coupon mint, which checks for duplicating expenditures. There are previous studies and for providing secure e-coupon. Blundo et al. [2] propose new e-coupon models and e-coupon protocols using message authentication code (MAC) for e-coupon protection. Hsueh et al. [5] employ hash functions to verify all of the e-coupon's electronic signatures and sign the document with digital signatures (PKI). They also use hash functions to check the correctness of the data. Chang et al.'s use of the one-way hash function and MAC enables e-coupon providers to stop customers from using the same e-coupon twice without paying more computing costs on mobile phones and tablets.

Using these methods and a user can determine whether or not a hostile attacker has changed an e-coupon. They successfully handle e-coupon issues and e-coupon use as a result, preventing e-coupon fraud and fabrication. However, these methods are ineffective since the e-coupon server database may be altered by a hostile attacker. Furthermore, these methods are unable to stop an administrator's harmful behaviour. Our research is consistent with these pieces and in terms of strengthening the security of e-coupons. On the other hand, our attention is directed towards enhancing the security of the database that stores e-coupons and combating e-coupon forgeries.



For the purpose of confirming the fake versions of e-coupons, Hsueh et al. [5] present a hash chain that is integrated with blockchain technology. They depend upon blockchain technology to ensure the integrity of e-coupon data. Regarding the use of blockchain technology for maintaining the integrity of e-coupons, our study is consistent with the work [5]. As an alternative, we use a smart contract to ensure the integrity of the e-coupon business logic, including downloading, utilizing, and giving an e-coupon.

Podda et al.'s [29] analysis and comparison of several blockchain-based coupon systems. A generic architecture for digital coupons is also suggested, along with a list of the fundamental guarantees that a coupon system must provide. In order to develop a safe e-voucher system, Hsu et al. [30] analyse to demonstrate that the security criteria of the system are met and look at ways to use blockchain technology and cryptography to do so. Furthermore, they put up a workable application model that incorporates blockchain technology in the context of vouchers to support the campus welfare lunch voucher system. Our research is consistent with these strategies [29], [30] in terms of delivering the e-coupon security aspects (non-repudiation, unique usage, distributed verification, etc.) by utilizing a blockchain technology and establish contract. In contrast, we concentrate on employing an e-coupon smart contract template to investigate the performance and cost of development. Additionally, we take into account a general-purpose e-coupon system with an e-coupon smart contract template rather than a use case-specific one (such as a campus benefit a meal voucher system)

3. PROBLEM STATEMENT

Using message authentication code (MAC) for e-coupon security, Blundo et al. [2] suggest unique e-coupon models and e-coupon protocols. Agarwal et al.'s approach [12] is built on a third-party centralized coupon mint that

identifies double-spending. The e-coupon is signed by Hsueh et al. [13] using electronic signatures (i.e., PKI) and hash functions to check the accuracy of the data and validate each electronic signature. Hang et al.'s [15] use of the one-way hash function and MAC allows e-coupon suppliers to stop customers from using their coupons twice without spending additional computing costs on mobile devices.

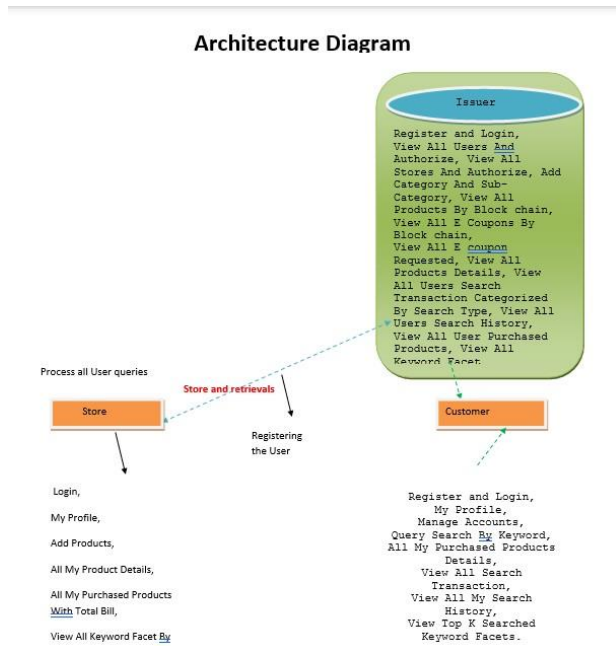
Our study follows in agreement with the work [5] in terms of using blockchain technology to protect the integrity of e-coupon information, but we utilize a smart contract to provide the integrity of the e-coupon business logic, such as downloading, utilizing, and giving an e-coupon. Hsueh et al. [5] provide a hash chain which is combined with the blockchain technology to verify the forgery of e-coupons.

Several blockchain-based coupon systems are analysed and contrasted by Podda et al. [29]. Additionally, it suggests a generic structure for electronic coupons and lists the fundamental guarantees that a coupon system should provide. In order to create a safe e-voucher system, Hsu et al. [30] investigate how to use blockchain technology and cryptography. Additionally, they encourage the development of a practical application model that involves blockchain technology in the context of vouchers to promote the campus safety refreshments voucher system.

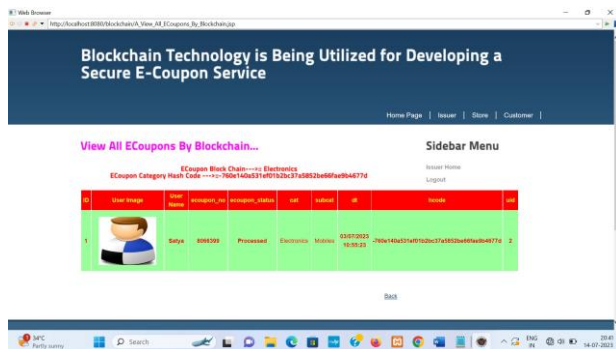
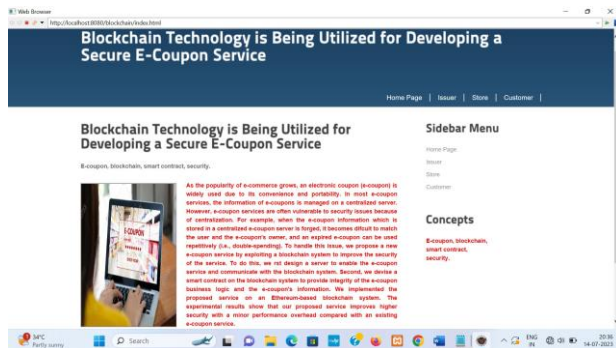
4. METHODOLOGY

The suggested approach protects the integrity of the e-coupon business logic by taking advantage of a smart contract feature. Ethereum is one of the well-known blockchain-based platforms in the proposed system that offers smart contracts. A smart contract is a series of digital promises that users carry out.

5.Architecture



6.RESULTS



7.CONCLUSION

We looked into e-coupon systems that keep e-coupon data on a centralized server. We discovered that a hostile attacker or administrator might change the information included in the server's e-coupon database. To address this problem, we introduce an alternative e-coupon service that increases security by using e-coupon smart contracts in a blockchain system. The planned service was put into practise on the Quorum blockchain, and its performance was assessed using a forged benchmark. Our test results show that the suggested service prohibits the manipulation of e-coupon data with greater safety and minimal performance overhead.

REFERENCES

- [1] (2019). Wikipedia: E-coupon. [Online]. Available: <https://en.wikipedia.org/wiki/E-coupon>
- [2] C. Blundo, S. Cimato, and A. De Bonis, "Secure E-coupons," *Electron. Commerce Res.*, vol. 5, no. 1, pp. 117–139, Jan. 2005.
- [3] (2016). World Mobile Coupons Market to Grow at 73.1% CAGR to 2020. [Online]. Available: <https://www.prnewswire.com/newsreleases/world-mobile-coupons-market-to-grow-at-7314-cagr-to-2020-603320306.html>
- [4] (2017). Coupon Fraud is Crime, Even if it Feels Harmless: Coupon Counselor. [Online]. Available: <https://goo.gl/2emab1>.
- [5] S.-C. Hsueh and J.-H. Zeng, "Mobile coupons using blockchain technology," in *Proc. Int. Conf. Intell. Inf. Hiding Multimedia Signal Process*. Springer, 2018, pp. 249–255.
- [6] A. Knight and N. Dai, "Objects and the web," *IEEE Softw.*, vol. 19, no. 2, pp. 51–59, Mar. 2002.



- [7] (2018). Quorum. [Online]. Available: <https://github.com/jpmorganchase/quorum>
- [8] (2017). Coupon Statistics: The Ultimate Collection. [Online]. Available: <https://blog.accessdevelopment.com/ultimate-collection-couponstatistic%25>
- [9] (2017). emphDigital Coupon Marketing—Statistics and Trends. [Online]. Available: <https://www.invespcro.com/blog/digital-coupon-marketing>
- [10] (2019). Digital Coupons Continue to be the Fastest Growing Method of Redemption due to Shoppers' Increased Demand for Convenience. [Online]. Available: <https://www.globenewswire.com/news-release/2019/02/13/1724510/0/en/Digital-Coupons-Continue-to-be-the-Fastest-Growing-Method-of-Redemption-Due-to-Shoppers-Increased-Demand-for-Convenience.html>
- [11] (2017). The Coupon Insider: Digital vs. Paper Coupons. [Online]. Available: <https://livingonthecheap.com/coupon-insider-digital-papercoupons/>
- [12] R. G.-P. M.-V. Agarwal and N. Modani, "An architecture for secure generation and verification of electronic coupons," in Proc. USENIX Annu. Tech. Conf., Boston, MA, USA, Jun. 2001, p. 51. [13] S.-C. Hsueh and J.-M. Chen, "Sharing secure m-coupons for peergenerated targeting via eWOM communications," *Electron. Commerce Res. Appl.*, vol. 9, no. 4, pp. 283–293, Jul. 2010.
- [14] R. Rivest, "The MD5 message-digest algorithm," *Tech. Rep.*, 1992.
- [15] C.-C. Chang, C.-C. Wu, and I.-C. Lin, "A secure e-coupon system for mobile users," *Int. J. Comput. Sci. Netw. Secur.*, vol. 6, no. 1, p. 273, 2006.
- [16] M. Crosby, P. Pattanayak, S. Verma, and V. Kalyanaraman, "Blockchain technology: Beyond bitcoin," *Appl. Innov.*, vol. 2, nos. 6–10, p. 71, 2016.
- [17] S. Nakamoto, "Bitcoin: A peer-to-peer electronic cash system," *Tech. Rep.*, 2008.
- [18] M. Szydlo, "Merkle tree traversal in log space and time," in Proc. Int. Conf. Theory Appl. Cryptograph. Techn. Springer, 2004, pp. 541–554.
- [19] M. Castro and B. Liskov, "Practical Byzantine fault tolerance," in Proc. OSDI, vol. 99, 1999, pp. 173–186.
- [20] N. Szabo, "Smart contracts: Building blocks for digital markets," *Tech. Rep.*, 2018.
- [21] V. Buterin, "A next-generation smart contract and decentralized application platform," *Tech. Rep.*, 2014.
- [22] V. Buterin, "A next-generation smart contract and decentralized application platform," *White Paper*, vol. 3, p. 37, Jan. 2014.
- [23] U. Maurer, "Modelling a public-key infrastructure," in Proc. Eur. Symp. Res. Comput. Secur. Springer, 1996, pp. 325–350.
- [24] D. Hankerson, A. J. Menezes, and S. Vanstone, *Guide to Elliptic Curve Cryptography*. Springer, 2006.
- [25] (2019). Apache JMeter—Apache JMeterT. [Online]. Available: <https://jmeter.apache.org/>
- [26] K. Wolter and P. Reinecke, "Performance and security tradeoff," in Proc. Int. School Formal Methods Design Comput., Commun. Softw. Syst. Springer, 2010, pp. 135–167.
- [27] H. Dang, T. T. A. Dinh, D. Loghin, E.-C. Chang, Q. Lin, and B. C. Ooi, "Towards scaling blockchain systems via sharding," in Proc. Int. Conf. Manage. Data, Jun. 2019, pp. 123–140.
- [28] J. Wang and H. Wang, "Monoxide: Scale out blockchains with asynchronous consensus zones," in Proc. 16th USENIX Symp. Netw. Syst. Design Implement. (NSDI), 2019, pp. 95–112.
- [29] A. S. Podda and L. Pompianu, "An overview of blockchain-based systems and



smart contracts for digital coupons", *Proc. IEEE/ACM 42nd Int. Conf. Softw. Eng. Workshops*, pp. 770-778, Jun. 2020.

[30]C.-S. Hsu, S.-F. Tu and Z.-J. Huang, "Design of an E-voucher system for supporting social welfare using blockchain technology", *Sustainability*, vol. 12, no. 8, pp. 3362, Apr. 2020.

About Authors



N.Swetha Kanaka Ratnam currently pursuing MCA in SVKP & Dr.K.S Raju Arts & Science College affiliated to Adikavi Nannaya University, Rajamahendravaram . Her research interests include Web Technologies.

P.SRINIVASA REDDY



is working as Associate Professor in SVKP & Dr K S Raju Arts & Science College(A), Penugonda, West Godavari District, A.P. He received Master's Degree in Computer Applications from Andhra University. His research interests include Operational Research, Probability and Statistics, Design and Analysis of Algorithm, Big Data Analytics