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# Security and Privacy in Web 3.0



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Security and Privacy in Web 3.0



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# **Preface**

Web 3.0 is the next generation of the Internet built on decentralized technologies such as blockchain and cryptography. It is designed to address issues encountered in the previous generation of the Internet such as imbalanced distribution of interests, monopoly of platform resources, and leakage of personal privacy. This book explores the challenges and solutions related to ensuring security and privacy in the context of the evolving Web 3.0 architecture.

Web 3.0 is characterized by decentralized networks, blockchain technology, and enhanced user control over data. As Web 3.0 evolves, the focus on addressing security and privacy concerns becomes increasingly crucial. This book provides a comprehensive understanding of the security and privacy issues specific to Web 3.0 and offers practical defense frameworks and methods to mitigate these challenges.

This book is dedicated to the specific aspects of security and privacy in Web 3.0, from introducing the architecture and addressing the inherent issues to presenting innovative methods for privacy-preserving computing, user behavior identification, and abnormal transaction detection. It is of particular interest to researchers in the field of Web 3.0, blockchain, and network security, as it summarizes the security and privacy concerns in Web 3.0, and brings a number of innovative technologies and practical solutions to protect sensitive data and maintain user privacy in Web 3.0 environments, equipping researchers with the knowledge necessary to design secure and privacy-aware applications and systems in Web 3.0.

Beijing, China April 20, 2024 Meng Shen Xiangyun Tang Wei Wang Liehuang Zhu

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# Chapter 1 Introduction of Web 3.0



1

Abstract Web 3.0 represents the next evolutionary phase of the Internet, characterized by decentralized networks, enhanced user sovereignty over data, and the integration of technologies such as blockchain, artificial intelligence (AI), and the Internet of Things (IoT). This chapter provides a comprehensive overview of Web 3.0 from its concept to its architecture, highlighting the significant role of AI in enhancing its features across various layers, including infrastructure, interface, management, and application. Furthermore, it delves into the pressing challenges related to security and privacy within the Web 3.0, including ensuring effective privacy protection, guaranteeing robust user authentication, and behavior identification, and the auditing and traceability of data assets. Through in-depth analysis, this chapter explores existing research efforts and proposes potential directions within the context of Web 3.0 for addressing these challenges, emphasizing the importance of balancing privacy protection with usability, improving authentication methods, and ensuring the integrity and traceability of data assets.

# 1.1 Background

Web 3.0, the latest advancement in Internet technology, has attracted considerable attention from academic and commercial spheres due to its dynamic development trajectory. Positioned as the next evolutionary phase of the Internet, Web 3.0 is underpinned by decentralized technologies such as blockchain and cryptography. Contrary to its predecessors, Web 1.0 and 2.0, Web 3.0 is characterized by its intelligent design, decentralized architecture, and heightened security protocols. These distinctive features have broadened its application scope across diverse domains, encompassing blockchain, artificial intelligence, and the Internet of Things. Despite being at an incipient research stage with formidable technological challenges awaiting resolution, Web 3.0 holds immense promise for innovation and progress. Its transformative potential is poised to catalyze significant advancements in human society in the foreseeable future.

This section commences by providing a historical overview of the World Wide Web, delineating its evolution, i.e., three distinct generations: Web 1.0, Web 2.0, and Web 3.0. We provide an overview of these three generations' traits and development processes. AI technology plays a crucial role in Web 3.0, spanning detection, generation, optimization, and prediction tasks, contributing to enhanced security, content creation, asset pricing forecasts, and operational efficiency improvements. Subsequently, we discuss the classification and applications of AI technologies within the context of Web 3.0.

# 1.1.1 The Evolution of Web

Web 1.0 The World Wide Web was created in 1989 by Tim Berners-Lee at CERN in Switzerland, which launched the Internet's application era. The next year, he and his colleagues built the first website <a href="http://info.cern.ch/">http://info.cern.ch/</a> [4]. The key elements of a webpage, such as HTML [29], HTTP [13], browsers, and so forth, were created in the years that followed. Web 1.0 brings the Internet application to the era of personal computers, although most users are limited to using search and access features for information retrieval rather than content editing.

**Web 2.0** The idea of the Web as a platform was initially presented at the inaugural Web 2.0 conference in 2014, which was organized by O'Reilly Media and MediaLive [39]. Facebook was created in the same year by Mark Zuckerberg. Following the establishment of several businesses like Google and Amazon, users were able to upload, like, comment on, and publish material on the network. Web 2.0 makes it possible for people to change material on the network, creating a massive social circle encircling the entire planet. But it has given rise to digital behemoths like Google and Facebook, which is seriously problematic for privacy.

The Conception of Web 3.0 The idea behind Web 3.0 is to overcome the drawbacks of the centralized Web that exists now. Tim Berners-Lee recommends a system called Solid [5], which is currently regarded as the Web 3.0 prototype, to address the issues of privacy leakage and the monopoly of large enterprises. It is a decentralized social application platform that guarantees user data management separate from the application that accesses it. Users store their data in pods, and the application needs to comply with certain protocols for access. Data privacy is simultaneously protected by distributed authentication and access control systems. The data of users is no longer dispersed over several systems. They are free to switch between platforms and control which services get access to their data. User data is no longer scattered across multiple platforms. Users have the freedom to move between platforms as well as manage which services can access their personal information.

Subsequently, Web 3.0, a system that combines the World Wide Web with distributed technologies like blockchains and smart contracts, was formalized by Gavin Wood [44]. Decentralization is widely seen as Web 3.0's most significant

1.1 Background 3

feature [8]. In summary, Web 3.0 is the next iteration of the Internet, rebuilt using distributed technologies and emphasizing value expression and data ownership. Additionally, it functions on the tenet that data and people, not large corporations, should be the owners and managers of digital assets. Web 3.0 is characterized by its decentralized, blockchain-based, privacy-protected, and artificial intelligence-powered features.

# 1.1.2 The Categorization of AI in Web 3.0

The rapid advancement of AI technology in recent years has introduced innovative solutions to the challenges encountered in the development of Web 3.0. Through our research and analysis, it has become evident that AI holds a unique and critical role within the framework of Web 3.0, which can be segmented into four key categories: detection, generation, optimization, and prediction. In terms of detection, AI demonstrates efficacy in identifying malicious addresses, detecting counterfeit content, and ensuring the security of smart contracts. For generation tasks, AI is adept at creating diverse and high-quality digital avatars and assets. Additionally, AI excels in predicting the future prices of digital assets by leveraging extensive datasets. Moreover, AI contributes to optimization efforts by enhancing network architecture and refining the incentive mechanisms of Web 3.0 to augment operational efficiency.

In the subsequent sections, we delve deeper into how AI facilitates various aspects of Web 3.0 across different layers. Machine learning techniques can broadly be classified into traditional machine learning methods and deep learning techniques.

(1) Traditional machine learning: Earlier machine learning techniques and algorithms, such as Support Vector Machine (SVM), Decision Trees, K-Nearest Neighbors, and Naive Bayes, that are based on statistical and mathematical concepts are referred to as traditional machine learning. Support Vector Machine [26] divides data into groups or predicts output values by identifying the optimal boundaries or hyperplanes. Sigmoid, Gaussian, polynomial, and linear kernels are common kernel functions found in SVMs. For instance, by recognizing dangerous users and monitoring user behavior, SVM can be used to strengthen the security of the Web 3.0 identity management system [48]. An algorithm for statistical learning is Naive Bayes [43]. Its foundation is the Bayes theorem, which offers a method of estimating an event's probability using past knowledge of the circumstances most likely to be related to it. Data pricing can be done with Naive Bayes [3]. The way decision tree [25] functions is by creating a tree model of choices and possible outcomes. The tree is made up of edges that show test outcomes and nodes that reflect feature tests. The price of digital assets can be predicted using decision trees [2]. Several decision trees are combined in Random Forest [31], an ensemble learning

- technique, to produce predictions for machine learning problems involving regression and classification. In Web 3.0, the random forest method can be applied to perceive network activities [35].
- (2) Deep learning techniques: It is a branch of machine learning that draws inspiration from the neural networks that make up the structure of the brain. It entails using a sizable dataset to train artificial neural networks, which are made up of layers of connected nodes or artificial neurons. Until the final output is produced, each layer processes the input before passing it on to the one after that. The hidden layers are those that lie between the input and output layers.

One particular kind of deep learning is convolutional neural networks [19]. Convolutional layers are used to identify local characteristics, whereas pooling layers are used to decrease spatial resolution. CNN offers an abundance of Web 3.0 applications that can be used to identify harmful content [31, 41, 42], enhance the blockchain incentive mechanism [9], and adjust the picture style [15, 23]. Neural networks with a focus on processing consecutive inputs are known as recurrent neural networks [16]. By keeping a concealed state, the network is able to retain and learn from the context of earlier time steps for many types of data, including time series, text, and speech. They work successfully on projects that call for being aware of the input's context. RNN is utilized in Web 3.0 to generate content [27], estimate the price of encrypted assets [32, 54], and identify unwholesome content [12]. A deep learning architecture called Graph Convolutional Network [53] is intended for graph-structured data. The graph convolution procedure, which creates a new representation for the current node by combining data from nearby nodes, is the fundamental part of GCN. In Web 3.0, GCN is extensively utilized for security and privacy protection, including transaction identification of malicious transactions [11], entity recognition [34], and network perception conduct [35].

## 1.2 Architecture of Web 3.0

This section presents a brand-new Web 3.0 architecture from application standpoint environments and scenarios, as depicted in Fig. 1.1. The infrastructure layer, interface layer, administration layer, and application layer are the four levels that make up Web 3.0. Data management is essentially handled by the infrastructure layer. Data from the real world is mapped to the digital realm by the interface layer. The Web 3.0 ecosystem is governed by the management layer. Moreover, the actual use cases for Web 3.0 are being created and implemented at the application layer. We explain why Web 3.0 is organized into these discrete layers, what each layer does, and why artificial intelligence is so important in this setting.

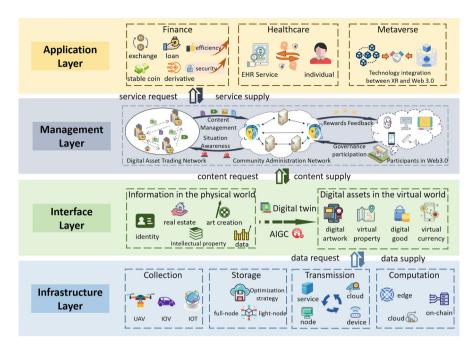


Fig. 1.1 The hierarchical architecture of Web 3.0

# 1.2.1 Infrastructure Layer

The infrastructure layer is in charge of data collection, processing, transmission, and storage. The deployment of Web 3.0 technologies, which prioritize decentralization and co-governance [7, 28, 33, 53], has resulted in a significant expansion of data sources, including real-time user feedback and the utilization of Internet of Things terminal devices. To guarantee the efficacy and transparency of the data, it may be stored using an on-chain approach alone or in conjunction with off-chain techniques. The data is sent to edge devices or nodes for analysis.

Two issues—the scalability issue and the security issue—can be used to sum up the issues with the infrastructure layer. The primary function of AI in the scalability problem is optimization, which RL is a popular method in it. The primary function of AI in the security issue is detection and prediction. Web 3.0 systems can become smarter thanks to AI technology, which can also greatly increase Web 3.0 data management efficiency in a variety of situations.

AI can help in enhancing the Web 3.0 infrastructure layer in various ways. AI can optimize data dissemination, collecting, and computing resource allocation procedures, which lowers energy costs and boosts Web 3.0 system throughput. Additionally, AI has the ability to create an intelligent Internet design that facilitates collaboration, enabling the Web 3.0 network's intelligence to overcome resource constraints and enhance performance in challenging settings [35]. AI simulta-