

A Handy Multi-coupon System

Sébastien Canard, Aline Gouget, and Emeline Hufschmitt

France Telecom Research and Development,
42 rue des Coutures, BP 6243, F-14066 Caen cedex
{sebastien.canard, aline.gouget, emeline.hufschmitt}@francetelecom.com

Abstract. A coupon is an electronic data that represents the right to access a service provided by a service provider (e.g. gift certificates or movie tickets). At *Financial Crypto'05*, a privacy-protecting multi-coupon system that allows a user to withdraw a predefined number of single coupons from the service provider has been proposed by Chen *et al.* In this system, every coupon has the same value which is predetermined by the system. The main drawbacks of Chen *et al.* proposal are that the redemption protocol of their system is inefficient, and that no formal security model is proposed. In this paper, we consequently propose a formal security model for coupon systems and design a practical multi-coupon system with new features: the quantity of single coupons in a multi-coupon is not defined by the system and the value of each coupon is chosen in a predefined set of values.

Keywords: Electronic coupons, security model, proof of knowledge.

1 Introduction

The issues of *electronic money* [8, 11, 6, 15, 13] and *electronic coupons* [16] are closely related since both are electronic data for payment. The former involves a *Bank* \mathcal{B} , a *User* \mathcal{U} and a *Merchant* \mathcal{M} ; \mathcal{B} delivers electronic coins to \mathcal{U} , \mathcal{U} spends them to get goods or services delivered by \mathcal{M} , \mathcal{M} deposits the coins at the bank \mathcal{B} and in exchange \mathcal{B} credits the banking account of \mathcal{M} . The latter involves a *Service Provider* \mathcal{SP} playing both the roles of \mathcal{B} and \mathcal{M} , and a *User* \mathcal{U} that withdraws electronic coupons from the \mathcal{SP} and later redeems these coupons to get an access to specific services offered by the \mathcal{SP} .

Similarly, the usually required security properties of electronic coin systems and those of electronic coupons systems are closely related. For instance, the privacy of the users must be protected, i.e. , it must be impossible to link a withdrawal protocol with a user identity as well as to link two spending/redemption protocols, and it must be impossible to link a spending/redemption protocol to a withdrawal protocol (except for the owner of the coin/coupon).

As it is easy to duplicate electronic data, an electronic payment system requires a mechanism that prevents a user from spending the same coin/coupon twice. The problem of detecting the double-redemption of a coupon is at most as difficult as the problem of detecting the double-spending of a coin. Indeed,

in a coupon system, every coupon is redeemed to the service provider that has previously delivered it; the service provider can then easily check the redeemed coupons database in order to detect a double-redemption. In an electronic coin system, the merchant cannot detect a double-spending during a payment protocol since the coins delivered by the bank can be spent at several merchants. Then, the detection of a double-spending is done by the bank.

For a practical use, it is important to consider the efficiency of each protocol of the electronic coin/coupon scheme. For instance, the withdrawal of m coins/coupons should be more efficient than m executions of the withdrawal protocol of one coin/coupon; an efficient solution has been recently proposed [8]. In the same way, the spending/redemption of m coins/coupons should be more efficient than m executions of the spending/redemption protocol; this is still an open problem. Another practical property that should be considered is the size of the electronic wallet/multi-coupon.

In real life, coupons are widely used by vendors. For instance gift certificates are useful means to draw the attention of potential customers. Due to the diversification of the activities of more and more shops, it becomes common that a vendor gives to customers a money-off coupon book with coupons of different values or dedicated to different parts of the goods shop. Then, an electronic coupon system must not only be secure and efficient, but it should also offer such features of real life multi-coupon systems.

1.1 Related Works

The coupon system proposed by Chen *et al.* [16] allows to create multi-coupons where a multi-coupon is a set of m coupons (m is a predetermined value of the system) and every coupon has the same value V . This system does not require the existence of a trusted third party. The usual security properties required in the context of electronic payment are fulfilled by this coupon scheme, i.e. the unforgeability (of a multi-coupon or of a coupon), the unlinkability (of a withdrawal protocol with a redemption protocol, or between several redemption protocols), and the detection of the double-redemption of a coupon. In [16], a multi-coupon is composed of *non-detachable* coupons (i.e. if a user wants to transfer coupons to another user, she must give all her coupons or nothing). This property can be suitable when coupons are used as drug prescriptions from a doctor. However, this property seems to be inconvenient in many other applications such as movie tickets or reduction tickets, for which a user must be allowed to detach a single coupon from her multi-coupon. The redemption protocol proposed in [16] is not efficient. Indeed, it is based on a proof of OR statement that is proportional to the number of withdrawn coupons and consequently unpractical.

Caménisch *et al.* [8] have recently proposed an efficient *compact e-cash* system¹ that allows a user to withdraw a wallet with 2^ℓ coins such that the space required to store these coins, and the complexity of the withdrawal protocol

¹ In [8], an extension of this system provides traceable coins without any trusted third party but this property is not relevant in our context.

are proportional to ℓ rather than to 2^ℓ . This scheme fulfills the anonymity and unlinkability properties usually required for electronic cash schemes. The compact e-cash scheme combines Camenisch-Lysyanskaya's signature [7], Dodis-Yampolskiy's verifiable random function (VRF) [18] and an innovative system of serial numbers and security tags. As for the coupon system of Chen *et al.*, the number of coins withdrawn during a withdrawal protocol and the coin values are predetermined by the system. The main drawback of the compact e-cash system is that it does not address the problem of *divisibility*: the property that payments of any amount up to the monetary amount of a withdrawn coin can be made. This functionality is considered by the *divisible* e-cash systems.

In [22, 21], the authors proposed *unlinkable divisible* e-cash systems, i.e. schemes allowing a user to withdraw a single coin and next to spend this coin in several times by dividing the value of the coin. The usual properties of anonymity and unlinkability are fulfilled by these unlinkable divisible e-cash schemes. Contrary to the schemes mentioned above, the unlinkable divisible e-cash scheme requires a trusted third party. The scheme of Nakanishi and Sugiyama is less efficient than the compact e-cash scheme since it uses double decker proofs of knowledge that are expensive.

Note that all schemes mentioned above suffer from the fact that it is not possible to choose the number of coins/coupons and to choose the value of each coin/coupon.

1.2 Our Contribution

We first propose a security model suitable for electronic multi-coupon systems that includes the usual security properties, i.e. the unforgeability and the unlinkability but also the property for a user to split her multi-coupon. In the coupon system of Chen *et al.*, a user can give either her whole multi-coupon or nothing. The protection against splitting of a multi-coupon can be suitable when coupons are used such as drug prescriptions from a doctor. However, this protection seems to be unsuitable in many other real life applications such as movie tickets or reduction tickets, for which a user must be allowed to detach a coupon from her multi-coupon and transfer it to another user. Then, we propose a model suitable for electronic multi-coupon systems that allows the transfer of coupons.

We then propose a new multi-coupon scheme that is more efficient than the proposal of Chen *et al.* [16] and in addition offers new features. For instance, the quantity of coupons of a multi-coupon can be chosen during a withdrawal protocol. In our scheme, the data of a set of coupons are treated as a clear text in the withdrawal protocol, but kept secret in the redemption protocol whereas in [16] scheme, they were kept secret in the withdrawal protocol, but opened in the redemption protocol. This change offers the interesting property that a set of coupons can easily include a number of different values where the set of possible values is predetermined by the system. The owner of a multi-coupon can redeem each coupon of her multi-coupon to the appropriate service provider. Furthermore, the owner of a multi-coupon can give a part of her multi-coupon

to another user, which means that a first user can transfer a set of coupons to a second user and then the first user loses the possibility to redeem the coupons she gave and the second user can redeem only the coupons she received. Our redemption protocol is based on a proof of the OR statement that is only proportional to the logarithm of the maximum number of withdrawn coupons, which is far more efficient than the one of Chen *et al.* [16].

Very recently, some of the ideas present in this paper have been independently proposed by Nguyen [23].

1.3 Organization of the Paper

This paper is organized as follows. Section 2 describes the security model and requirements for a multi-coupon system. In Section 3, we list and describe the cryptographic tools we need. Section 4 is the main one: it contains the new multi-coupon system. Section 5 gives the security theorem of our scheme (the proof is included in the full paper) and Section 6 compares it to Nguyen's coupon system. Section 7 concludes this paper.

2 Security Model

An electronic coupon system involves a service provider and several users. The Service Provider is denoted by \mathcal{SP} and a user by \mathcal{U} . The set of authorized values for coupons is $\mathcal{V} = \{V_1, \dots, V_n\}$. A coupon C is formed by an identifier I_C and a value $V_i \in \mathcal{V}$. A multi-coupon is formed by a multi-coupon identifier I and the set $\mathcal{S} = \{(J_i, V_i); i \in [1, n]\}$ where J_i is the number of coupons of value V_i . We set $\mathcal{J}_i = \{0, \dots, J_i - 1\}$.

2.1 Algorithms

- **ParamKeyGen**: a probabilistic algorithm taking as input the security parameter k . This algorithm outputs some secret parameters $sParams$ and some public parameters $pParams$ including the authorized values of the coupons $\mathcal{V} = \{V_1, \dots, V_n\}$.
- **SPKeyGen**: a probabilistic algorithm executed by \mathcal{SP} taking as inputs the security parameter k and the parameters of the system $sParams$ and $pParams$. This algorithm outputs the key pair $(sk_{\mathcal{SP}}, pk_{\mathcal{SP}})$ of \mathcal{SP} .
- **Withdraw**: an interactive protocol between the service provider \mathcal{SP} taking as inputs $(sk_{\mathcal{SP}}, pk_{\mathcal{SP}})$ and $pParams$, and a user \mathcal{U} taking as inputs $pk_{\mathcal{SP}}$ and $pParams$. For every $i \in [1, n]$, the user chooses the number J_i of coupons of value V_i she wants to withdraw. At the end of the protocol, the user's output is the multi-coupon, i.e. an identifier I and the set $\mathcal{S} = \{(J_i, V_i); i \in [1, n]\}$, or an error message. The Service Provider's output is its view $\mathcal{V}_{\mathcal{SP}}^{\text{Withdraw}}$ of the protocol.
- **Redeem**: an interactive protocol between a user \mathcal{U} , taking as inputs a multi-coupon, i.e. an identifier I and the set $\mathcal{S} = \{(J_i, V_i); i \in [1, n]\}$, the public

key $pk_{\mathcal{SP}}$ and $pParams$, and the service provider \mathcal{SP} , taking as inputs the public key $pk_{\mathcal{SP}}$ and $pParams$. The user \mathcal{U} chooses the value V_j of the coupon she wants to redeem. At the end of the protocol, the Service Provider \mathcal{SP} obtains from the User \mathcal{U} a coupon C of value V_j with a proof of validity and outputs its view $\mathcal{V}_{\mathcal{SP}}^{\text{Redeem}}$ of the protocol. \mathcal{U} outputs an updated multi-coupon, i.e. the identifier I and the set $\{(J'_i, V_i); i \in [1, n]\}$ where $J'_j = J_j - 1$ and $J'_i = J_i, i \in [1, n]$ and $i \neq j$, or an error message.

- **Transfer:** an interactive protocol between a user \mathcal{U}_1 , taking as inputs a multi-coupon, i.e. an identifier I and the set $\mathcal{S} = \{(J_i, V_i); i \in [1, n]\}$, the public key $pk_{\mathcal{SP}}$ and $pParams$, and a second user \mathcal{U}_2 taking as inputs $pk_{\mathcal{SP}}$ and $pParams$. For every $i \in [1, n]$, the user \mathcal{U}_1 chooses the number $J'_i, J'_i \leq J_i$, of coupons of value V_i she wants to transfer to \mathcal{U}_2 . At the end of the protocol, the user \mathcal{U}_2 outputs a new multi-coupon, i.e. an identifier I' and the set $\{(J'_i, V_i); i \in [1, n]\}$, and the user \mathcal{U}_1 outputs an updated multi-coupon, i.e. the identifier I and the set $\{(J_i - J'_i, V_i); i \in [1, n]\}$, or an error message.

2.2 A Formal Model

In this section, we propose a formal model for secure multi-coupon systems. A valid coupon is a coupon obtained from a valid **Withdraw** or **Transfer** protocol and not previously redeemed.

- **Correctness:** if an honest user \mathcal{U} runs **Withdraw** with an honest Service Provider \mathcal{SP} , then neither will output an error message; if an honest user \mathcal{U} runs **Redeem** with an honest service provider \mathcal{SP} , then \mathcal{SP} accepts the coupon if it is valid; if an honest user \mathcal{U}_1 runs **Transfer** with an honest user \mathcal{U}_2 , then \mathcal{U}_2 gets a valid coupon (possibly by assuming that \mathcal{SP} is honest).
- **Unforgeability:** from the Service Provider's point of view, what matters is that no coalition of users can ever spend more coupons than they withdrew. Let an adversary \mathcal{A} be a p.p.t. Turing Machine. At the beginning of the game, \mathcal{A} is given the public key $pk_{\mathcal{SP}}$ and the public parameters $pParams$ of the system. Furthermore, at any time during the game:
 1. \mathcal{A} can execute in a concurrent manner **Withdraw** protocols with honest service providers,
 2. \mathcal{A} can execute **Redeem** protocols with honest service providers,
 3. \mathcal{A} can execute **Transfer** protocols with honest users playing the role of \mathcal{U}_1 or \mathcal{U}_2 .

At some point of the game, the adversary \mathcal{A} can legitimately extract, from these protocols, a list \mathcal{L} of valid coupons C with identifiers I 's. At the end of the game, \mathcal{A} outputs a coupon $C \notin \mathcal{L}$ and a **Redeem** protocol (or a **Transfer** protocol) is played by \mathcal{A} with an honest service provider \mathcal{SP} (resp. an honest user \mathcal{U}).

We require that for every adversary playing the previous game, the probability that the honest Service Provider \mathcal{SP} (resp. the honest user \mathcal{U}) accepts the **Redeem** protocol (resp. the **Transfer** protocol) is negligible.

- **Unlinkability:** from the privacy point of view, what matters to users is that the service provider, even cooperating with any collection of malicious users, cannot learn anything about the user’s spendings other than what is available from side information from the environment. Let an adversary \mathcal{A} be a p.p.t. Turing Machine. At the beginning of the game, \mathcal{A} is given the key pair $(pk_{\mathcal{SP}}, sk_{\mathcal{SP}})$ of the Service Provider \mathcal{SP} and the public parameters $pParams$ of the system. Furthermore, at any time during the game:
 1. \mathcal{A} can execute in a concurrent manner **Withdraw** protocols with honest users,
 2. \mathcal{A} can execute **Redeem** protocols with honest users,
 3. \mathcal{A} can execute **Transfer** protocols with honest users playing the role of \mathcal{U}_1 or \mathcal{U}_2 .

At some point of the game, the adversary \mathcal{A} outputs two views $\mathcal{V}_{\mathcal{A}}^{\text{Withdraw}_1}$ and $\mathcal{V}_{\mathcal{A}}^{\text{Withdraw}_2}$ of previously executed **Withdraw** protocols. Then, for the two challenged withdrawn multi-coupon, the adversary outputs a value V_i and the rank $j \in \mathcal{J}_i$ of a coupon that has not been already redeemed. We require that these two coupons must not be redeemed by the adversary. A further step of the game consists in choosing secretly and randomly a bit b . Then, a **Redeem** protocol (or a **Transfer** protocol) is played by \mathcal{A} with the owner of the multi-coupon outputted from **Withdraw** _{i} . Finally, \mathcal{A} outputs a bit b' .

We require that for every adversary playing the previous game, the success probability that $b = b'$ differs from $1/2$ by a fraction that is at most negligible.

2.3 Comparison Between our Security Model and Chen *et al.*’s

Let us now show that our formulation is strong enough to capture all informal security requirements introduced in [16].

Unforgeability. Chen *et al.* defined the unforgeability as the infeasibility to create new multi-coupons, to increase the number of unspent coupons, or to reset the number of spent coupons. In addition, Chen *et al.* defined a property called *redemption limitation* that consists in limiting the number of times by at most m that a service provider accepts an m -redeemable coupon M . The property of *redemption limitation* means that the user is not able to increase the quantity of coupons contained in her multi-coupon, that is, the user is not able to create a new coupon in her multi-coupon. In our security model, the property of *unforgeability* includes the property of *redemption limitation*.

Double-redemption detection. The property of *double-redemption detection* is defined in the security model of Chen *et al.* However, in the context of coupon systems, this property is useless. Indeed, before accepting a coupon, a service provider checks that the coupon is fresh, i.e. the coupon has not been redeemed before. Then, a double-redemption is impossible. We consequently include the impossibility to use twice the same coupon in the correctness of the system.

Unlinkability and minimum disclosure. The property of unlinkability is similar of those given in [16]. Here, the unlinkability must be ensured between a withdrawal protocol and a redemption protocol, between a withdrawal protocol and a transfer protocol, between a redemption protocol and a transfer protocol, between two redemption protocols and between two transfer protocols.

The property of minimum disclosure defined by Chen *et al.* is that the number of unspent coupons cannot be inferred from any redemption protocol run. Chen *et al.* separate the property of minimum disclosure from the property of unlinkability. However, since the minimum disclosure property is included in the unlinkability property, we do not keep the separation of the two properties.

Coupon transfer property / protection against splitting. The main difference between the issues of our coupon system and Chen *et al.*'s is the property of transferability or untransferability.

It is trivially not possible to prevent a user to give all her multi-coupon to another user. Beyond that, a first possibility, which was chosen by Chen *et al.*, consists in preventing a user to give a part of her multi-coupon to another user without giving her whole multi-coupon, i.e. protect a multi-coupon system against splitting. The protection against splitting is defined in [16] as follows: a coalition of customers \mathcal{U}_i should not be able to split an m -redeemable multi-coupon M into (disjoint) s_i -redeemable shares M_i with $\sum_i s_i \leq m$ such that M_i can only be redeemed by customer \mathcal{U}_i and none of the other customers \mathcal{U}_j , $j \neq i$, or a subset of them is able to redeem M_i or a part of it.

Chen *et al.* defined a *weak protection against splitting* property, assuming that users trust each other not to spend (part of) the multi-coupon they have not. With this assumption, user \mathcal{U}_1 (resp. is \mathcal{U}_2) is sure that user \mathcal{U}_2 (resp. \mathcal{U}_1) will not use one of the coupon of the multi-coupon \mathcal{C}' (resp. $\hat{\mathcal{C}}$).

A second possibility, that we adopt in this paper, is to permit the splitting of a multi-coupon by adding a new algorithm called **Transfer** as defined above. A user \mathcal{U}_1 with the coupons $\mathcal{C} = \{C_0, \dots, C_{m-1}\}$ can transfer to a user \mathcal{U}_2 part of \mathcal{C} . At the end of the protocol, \mathcal{U}_1 obtains the coupons \mathcal{C}' and \mathcal{U}_2 obtains the coupons $\hat{\mathcal{C}}$ such that $\hat{\mathcal{C}} \cup \mathcal{C}' = \mathcal{C}$ and $\hat{\mathcal{C}} \cap \mathcal{C}' = \emptyset$.

In this paper, we consequently add an optional secure **Transfer** algorithm that implies an honest service provider during the **Transfer** algorithm which is responsible for the creation of two new multi-coupons \mathcal{C}' and $\hat{\mathcal{C}}$ from \mathcal{C} .

3 Useful Tools

In this section, we first introduce the notation and the complexity assumptions that we will use all along the paper. We next present some cryptographic tools: proofs of knowledge, a type of signature schemes introduced by Camenisch and Lysyanskaya and the Dodis-Yampolskiy pseudorandom function.

3.1 Notation

Throughout the paper, the symbol $\|$ will denote the concatenation of two strings. The notation “ $x \in_R E$ ” means that x is chosen uniformly at random from the

set E . For an integer p , \mathbb{Z}_p denotes the residue class ring modulo p and \mathbb{Z}_p^* the multiplicative group of invertible elements in \mathbb{Z}_p . \mathcal{G} denotes a cyclic group. $PK(\alpha/f(\alpha, \dots))$ will denote a proof of knowledge of a value α that verifies the predicate f . $PedCom(x_1, \dots, x_l)$ is the Pedersen commitment [24] on values x_1, \dots, x_l . Other notations and definitions will be set as needed.

3.2 Complexity Assumptions

Flexible RSA assumption [19]: given an RSA modulus n of special form pq , where $p = 2p' + 1$ and $q = 2q' + 1$ are safe primes, and a random element $g \in \mathbb{Z}_n^*$, it is hard to output $h \in \mathbb{Z}_n^*$ and an integer $e > 1$ such that $h^e = g \pmod n$.

y -Strong Diffie-Hellman assumption [4]: given a random generator $g \in \mathcal{G}$ where \mathcal{G} has prime order p , and the values (g, g^x, \dots, g^{x^y}) , it is hard to compute a pair (c, s) such that $s^{x+c} = g$.

y -Decisional Diffie-Hellman Inversion assumption [3]: given a random generator $g \in \mathcal{G}$ where \mathcal{G} has prime order p and the values (g, g^x, \dots, g^{x^y}) for a random $x \in \mathbb{Z}_p$, and a value $R \in \mathcal{G}$, it is hard to decide if $R = g^{1/x}$ or not.

3.3 Proofs of Knowledge

The zero-knowledge proofs of knowledge that we use are constructed over a cyclic group $\mathcal{G} = \langle g \rangle$ either of prime order q or of unknown order²(but where the bit-length of the order is $l_{\mathcal{G}}$). The base of each building block is either the Schnorr authentication scheme [27] or the GPS authentication scheme [20, 25]. These are interactive proofs of knowledge where the prover sends a commitment and then responds to a challenge from the verifier. In our scheme, we need the proof of knowledge of a representation, the proof of equality of two known representations [14, 10], the proof of the OR statement [17, 26], the proof that a committed value lies in an interval [5, 10, 12, 2] and the proof that a committed value is less than another committed value. We only detailed the proof that a committed value is less than another committed value since it is, to the best of our knowledge, a new building block.

Proof that a committed value is less than another committed value.

A proof that a committed value is less than another committed value consists in proving that $0 \leq x < y$ where x and y are committed with $C = g^x h^r$ and $D = g^y h^w$, where g and h are generators of the group \mathcal{G} . This interactive proof is denoted by

$$PK(\alpha, \beta, \gamma, \delta / C = g^\alpha h^\beta \wedge D = g^\gamma h^\delta \wedge 0 \leq \alpha < \gamma).$$

In our case, x and y are l -bit integers with l relatively small (see below), that is $x = x_0 + x_1 2 + \dots + x_{l-1} 2^{l-1}$ and $y = y_0 + y_1 2 + \dots + y_{l-1} 2^{l-1}$. The proof can consequently be done using the fact that $y - x - 1 \geq 0$.

² Under the Flexible RSA Assumption, standard proofs of knowledge protocols working for a group of known order are also proofs of knowledge in this setting [19].

1. The prover randomly chooses $r, r_0, \dots, r_{l-1}, w, w_0, \dots, w_{l-1} \in_R \mathbb{Z}_p$. We note $u = y - x - 1 = u_0 + u_1 2 + \dots + u_{l-1} 2^{l-1}$. The prover then computes

$$\begin{aligned} C &= g^x h^r, & C_0 &= g^{x_0} h^{r_0}, \dots, C_{l-1} = g^{x_{l-1}} h^{r_{l-1}} \\ D &= g^y h^w, & D_0 &= g^{u_0} h^{w_0}, \dots, D_{l-1} = g^{u_{l-1}} h^{w_{l-1}} \\ \tilde{C} &= \prod_{i=0}^{l-1} C_i^{2^i}, & \tilde{D} &= \prod_{i=0}^{l-1} D_i^{2^i}, \overline{D} = D/(gC) \end{aligned}$$

Note that the elements \tilde{C} , \tilde{D} and \overline{D} can be computed by the prover and the verifier. Moreover, note that $\overline{D} = g^{y-x-1} h^{w-r} = g^u h^{w-r}$. By noting $\tilde{C} = g^{\tilde{x}} h^{\tilde{r}}$ and $\tilde{D} = g^{\tilde{u}} h^{\tilde{w}}$, we consequently obtain that $C\tilde{C}^{-1} = g^{x-\tilde{x}} h^{r-\tilde{r}}$ and that $\overline{D}\tilde{D}^{-1} = g^{u-\tilde{u}} h^{w-r-\tilde{w}}$.

2. Then, the prover and the verifier make the following interactive proof of knowledge

$$\begin{aligned} PK &\left(\alpha, \beta, \gamma_0, \dots, \gamma_{l-1}, \delta, \epsilon, \zeta, \eta_0, \dots, \eta_{l-1}, \theta, \rho, \iota / \right. \\ &(C_0 = h^{\gamma_0} \vee C_0/g = h^{\gamma_0}) \wedge \dots \wedge (C_{l-1} = h^{\gamma_{l-1}} \vee C_{l-1}/g = h^{\gamma_{l-1}}) \wedge \\ &(D_0 = h^{\eta_0} \vee D_0/g = h^{\eta_0}) \wedge \dots \wedge (D_{l-1} = h^{\eta_{l-1}} \vee D_{l-1}/g = h^{\eta_{l-1}}) \wedge \\ &\left. C = g^\alpha h^\beta \wedge C\tilde{C}^{-1} = h^\delta \wedge D = g^\epsilon h^\zeta \wedge \overline{D} = g^\rho h^\iota \wedge \overline{D}\tilde{D}^{-1} = h^\theta \right). \end{aligned}$$

This proof contains $\mathcal{O}(l)$ proof of OR statement. If the order of the group is public, this proof needs $2^l < p/2$ (which is not very restrictive in many cases³).

One may use Boudot's proof [5] but this implies necessarily the use of a group of unknown order, and consequently larger parameters (e.g. exponent of size 1024 bits instead of 160 bits in our case). Thus, even if Boudot's proof is proportional to $\mathcal{O}(1)$ w.r.t. the size of x and y , instead of $\mathcal{O}(l)$ for us, the value of l will be smaller enough in practice to make Boudot's proof less efficient.

3.4 CL Type Signature Schemes with Pedersen Commitment

The Pedersen commitment scheme [24] permits a user to commit to some values $x_1, \dots, x_l \in \mathbb{Z}_p$ without revealing them, using some public elements of a cyclic group \mathcal{G} of prime order p with generators (g_1, \dots, g_l) . To do that, the user computes the commitment $C = \prod_{i=1}^l g_i^{x_i}$. Such commitment is secure under the Discrete Logarithm assumption.

Camenisch et Lysyanskaya [9] have proposed various signature schemes based on Pedersen's scheme to which they add some specific protocols:

- an efficient protocol between a user and a signer that permits the user to obtain from the signer a signature σ of some commitment C on values (x_1, \dots, x_l) unknown from the signer. The latter computes $\text{CLSign}(C)$ and the user obtains $\sigma = \text{Sign}(x_1, \dots, x_l)$.

³ This restriction does not permit an attacker to use its knowledge of the order p of g to use the representation between 0 and p of a negative integer.

- an efficient proof of knowledge of a signature of some committed values. The proof is divided into two parts: the computation of a witness, denoted $witness(\sigma)$, and the following proof of knowledge

$$PK(\alpha_1, \dots, \alpha_l, \beta/\beta = \text{Sign}(\alpha_1, \dots, \alpha_l)).$$

These constructions are quite close to group signature schemes. This is the case of the two following examples, one based on the ACJT signature scheme [1], secure under the Flexible RSA assumption, and the other based on the BBS one [4], secure under the y -SDH assumption.

3.5 Dodis-Yampolskiy Pseudorandom Function

A cryptographically secure pseudorandom function (PRF) is an efficient algorithm that when given a seed and an argument returns a new string that is undistinguishable from a truly random function. Such function takes as input some public parameters, a seed s and a value x and outputs a pseudorandom value (plus a proof of validity). In our paper, we will use the Dodis-Yampolskiy pseudorandom function [18] which is secure under the y -DDHI assumption.

The construction of Dodis and Yampolskiy works as follows. Let \mathcal{G} be a group of order p , g a generator of \mathcal{G} and s a seed in \mathbb{Z}_p . The Dodis-Yampolskiy pseudorandom function f takes as input $x \in \mathbb{Z}_p$ and outputs $f_{g,s}(x) = g^{\frac{s}{s+x+1}}$.

4 Description of the *handy* Multi-coupon System

In this section, we present our new construction of a multi-coupon system based on the compact e-cash scheme of Camenisch *et al.* [8]. We first give the general principle of our improvement and then describe all algorithms.

4.1 General Principle

A user \mathcal{U} can withdraw a number of coupons of her choice. Furthermore, a user can also choose the value of each coupon from a set of values $\mathcal{V} = \{V_1, \dots, V_n\}$ predetermined by the service provider. For each possible value V_i , the user decides, with the service provider, the number J_i of coupons of value V_i that she withdraws. In our construction, due to the used proof of knowledge, the possible number of coupons she can withdraw must be less than a fixed value 2^l . This is not really restrictive in practice. The numbers J_1, \dots, J_n are chosen by the user⁴, known and signed by the service provider during the withdrawal protocol, but unrevealed during the redemption protocol. Each value V_i is linked to a random value \tilde{g}_i in \mathcal{G} that is used to trace a designated coupon. During a redemption protocol of a coupon of value V_i , a user chooses a *fresh* integer in the set $\mathcal{J}_i = \{0, \dots, J_i - 1\}$ in such a way that for each redemption protocol of a coupon of value V_i , the user must choose an integer distinct from the

⁴ The values J_1, \dots, J_n can also be chosen by the service provider if required by the application.

ones revealed during previous redemption protocols of coupons of the same value V_i . Consequently, we can associate the monetary value of the coupon, the set $\mathcal{J}_i = \{0, \dots, J_i - 1\}$ and the generator \tilde{g}_i in \mathcal{G} .

Remark 1. Another solution (not addressed in this paper) is to choose the value j in the set $\mathcal{J} = \{0, \dots, J_m - 1\}$ in such a way that $\mathcal{J}_1 = \{0, \dots, J_1 - 1\}$ corresponds to the value V_1 , $\mathcal{J}_2 = \{J_1, \dots, J_2 - 1\}$ corresponds to the value V_2 , etc. and $\mathcal{J}_n = \{J_{n-1}, \dots, J_n - 1\}$ corresponds to the value V_n . All values J_1, \dots, J_n are chosen by the user, known and signed by the bank but unrevealed during the redemption protocol. This solution is nevertheless less efficient.

4.2 Setup

Let k be a security parameter. We consider a group \mathcal{G} of order p . $\tilde{g}_1, \dots, \tilde{g}_n, g, h, h_0, \dots, h_{n+1}$ are randomly chosen in \mathcal{G} . All these data compose the public parameters $pParams$ of the system. The service provider \mathcal{SP} computes the key pair $(sk_{\mathcal{SP}}, pk_{\mathcal{SP}})$ of a Camenisch-Lysyanskaya signature scheme that will permit it to sign multi-coupons, using the CLSign algorithm (see Section 3.4 for details). The number 2^l of coupons a user can withdraw for each value V_i must be less than $p/2$, due to the use of the proof that a committed value is less than another committed value described in Section 3.3.

4.3 Withdrawal Protocol

During a withdrawal protocol (Figure 1), a user \mathcal{U} takes as inputs $pParams$ and $pk_{\mathcal{SP}}$ and interacts with a service provider \mathcal{SP} , that takes as inputs $pParams$ and $(sk_{\mathcal{SP}}, pk_{\mathcal{SP}})$, as follows.

1. \mathcal{U} and \mathcal{SP} both participate to the randomness of the secret s . First, \mathcal{U} selects a random value $s' \in \mathbb{Z}_p$, sends to \mathcal{SP} a commitment $C' = PedCom(s', r)$ and the numbers J_1, \dots, J_n corresponding to the number of coupons of values V_1, \dots, V_n she wants to withdraw. \mathcal{SP} sends a random $r' \in \mathbb{Z}_p$ and \mathcal{U} can compute the secret s as $s = s' + r'$.
2. \mathcal{U} and \mathcal{SP} run the CL protocol's for obtaining \mathcal{SP} 's signature on committed values contained in the commitment $C = PedCom(s, J_1, \dots, J_n, r)$. As a result, \mathcal{U} obtains $\sigma = \text{Sign}(s, J_1, \dots, J_n, r)$.
3. \mathcal{U} saves the multi-coupon, i.e. the identifier $I = (s, r, \sigma)$ and the set $\mathcal{S} = \{(J_i, V_i); i \in [1, n]\}$.

4.4 Redemption Protocol

When a user wants to redeem a coupon from her multi-coupon (I, \mathcal{S}) , she first has to choose the value V_i of the coupon she wants to redeem. Then, the user chooses the rank j of the coupon she wants to redeem in the set of all possible coupons of value V_i , that is between 0 and $J_i - 1$.

As explained in Figure 2, a redemption protocol consists in the following.

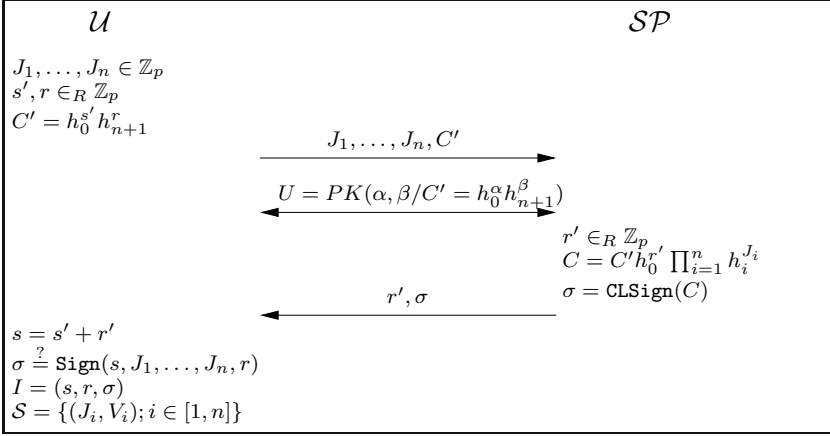


Fig. 1. Withdrawal protocol

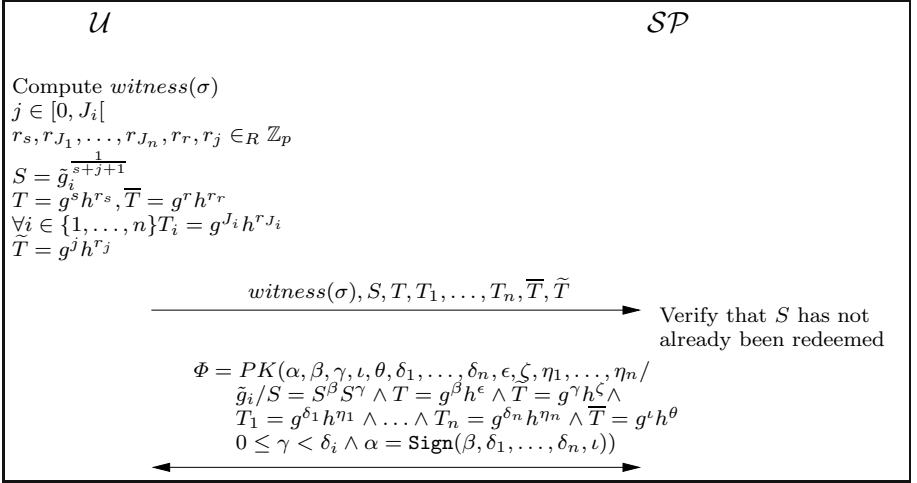


Fig. 2. Redemption protocol

1. Computing the coupon's identifier as the Dodis-Yampolskiy pseudorandom function with seed s and generator \tilde{g}_i associated to the monetary value V_i , on the input j : $S = \tilde{g}_i^{\frac{1}{s+j+1}}$.
2. A proof of validity of this coupon, that is an interactive proof of knowledge⁵ of a \mathcal{SP} signature on the secrets (s, J_1, \dots, J_n, r) , plus a proof that the selected coupon belongs to the set $\mathcal{J}_i = \{0, \dots, J_i - 1\}$.

⁵ This proof consequently does not necessitate the Fiat Shamir heuristic and a hash function. Thus, our construction is on the standard model.

Note that the proof of knowledge Φ (see Figure 2) includes a challenge c sent by the service provider \mathcal{SP} .

Remark 2. $S = \tilde{g}_i^{\frac{1}{s+j+1}}$ can also be written $\tilde{g}_i/S = S^s S^j$, which explains the proof of knowledge.

4.5 Multi-redemption Protocol

The multi-redemption protocol consists in redeeming several coupons of a multi-coupon in a single interactive protocol with \mathcal{SP} . The global protocol is more efficient than simply executing the redemption protocol in Figure 2 for each redeemed coupon. In fact, the proof of knowledge of the \mathcal{SP} signature $\sigma = \text{Sign}(s, J_1, \dots, J_n, r)$ only needs to be done once whereas the computation involving the rank of each redeemed coupon needs to be done for each coupon. This protocol can be found in the full paper.

4.6 Transfer Protocol

As explained in Section 2.3, it can be interesting to design the possibility for one user \mathcal{U}_1 to transfer some coupons of a multi-coupon to another user \mathcal{U}_2 . A straightforward solution includes the participation of the Service Provider \mathcal{SP} . The first step consists for \mathcal{U}_1 in choosing the coupons she wants to transfer and to redeem them by interacting with \mathcal{SP} . The second step is a withdrawal protocol between the user \mathcal{U}_2 and \mathcal{SP} with the number and the right values of transferred coupons. At the end of this global protocol, \mathcal{U}_1 obtains an updated multi-coupon since she has withdraw some of her coupons. \mathcal{U}_2 obtains a new multi-coupon, as after a withdrawal protocol. This protocol can be found in the full paper.

4.7 Revocation and Expiration Date of a Multi-coupon

The revocability of a multi-coupon is not a property considered in [16]. However, this property can be added to our scheme. The revocation means that the coupons of a designated multi-coupon must not be accepted by the Service Provider if it decides that this multi-coupon is no longer valid. To revoke a multi-coupon, the service provider \mathcal{SP} has to calculate a new key pair $(sk_{\mathcal{SP}}, pk_{\mathcal{SP}})$ and the users have to update $pk_{\mathcal{SP}}$ and their multi-coupon. It consists in revoking the signature made during the corresponding withdrawal protocol. The revocation scheme of our multi-coupon system thus relies on the revocation mechanism of the group signature underlying the CL signature scheme. When using a BBS signature scheme we can use the revocation scheme described in [4]. For an ACJT signature scheme, the revocation can be done as in [7].

We can also add an expiration date to the multi-coupon in case the Service Provider wants to limitate its use. To do so, we simply modify the withdrawal and redemption protocols. During the Withdraw protocol the Service Provider adds to the signature a value which represents the expiration date. Then, during the Redeem protocol, the user proves to the Service Provider that the date contained in her signature is more than the current date.

5 Security Arguments

Let us now give the security theorem that our proposal is secure under the definition given above.

Theorem 1. *In the standard model, under the y -DDHI assumption and the security assumptions of the used CL signature scheme (Flexible RSA if ACJT and y -SDH if BBS), the multi-coupon system described in Section 4 is secure w.r.t. the security model described in Section 2.*

The proof can be found in the full paper.

6 Recent Work on Coupon Systems

Recently, Nguyen [23] has independently proposed a multi-coupon system and a formal security model. Our model is quite close to Nguyen's, except that we include a transfer protocol, which is not compatible with his property of unspittability.

As we do in this paper, Nguyen adapted the compact e-cash system [8] to the electronic coupon context. In his adaptation, Nguyen focused on the efficiency of the redemption protocol and consequently had a protocol with constant cost for communication and computation. However the size of the multi-coupon increases proportionally to the number of coupons, whereas in our scheme, the multi-coupon has a small constant size.

Apart from the adaptation of the compact e-cash system, Nguyen also permitted the revocation of a multi-coupon, as we do. He also suggested a solution, different from ours, to permit the user to choose the number of coupons she wants to withdraw. It will be interesting in the future to study the efficiency of these two solutions w.r.t. the size of the multi-coupon, the number of withdrawn coupons and the application (efficiency of withdrawal protocol vs. efficiency of redemption protocol).

Finally, we also add the possibility to have coupons of different values, which is not studied by Nguyen.

7 Conclusion

In this paper, we first introduced a strong and formal model suitable for electronic multi-coupon systems. We then proved the existence of a system, meeting our requirements, based on standard complexity assumptions, in the standard model. We introduced in the context of electronic coupon schemes the transfer of coupons which seems to be suitable for most of the applications of the real life. Furthermore, our scheme allows a user to choose the number of coupons she wants to withdraw, and the value of each coupon of a multi-coupon is chosen by the user among a set of pre-defined values; as far as we know, our electronic coupon scheme is the first scheme that propose these features. Moreover, the latter improvements can also be used in an electronic cash system such as the compact e-cash of Camenisch *et al.*

It will be useful in the future to design a transfer protocol which does not involve the service provider, as it is closer to reality and consequently more practical. Moreover, the multi-redeem protocol may be run more efficiently, possibly by permitting the computation of coupon identifiers iteratively for each redeemed coupon.

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