

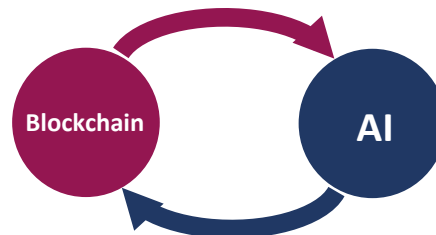
# Towards On-Chain AI

Deli Zhao

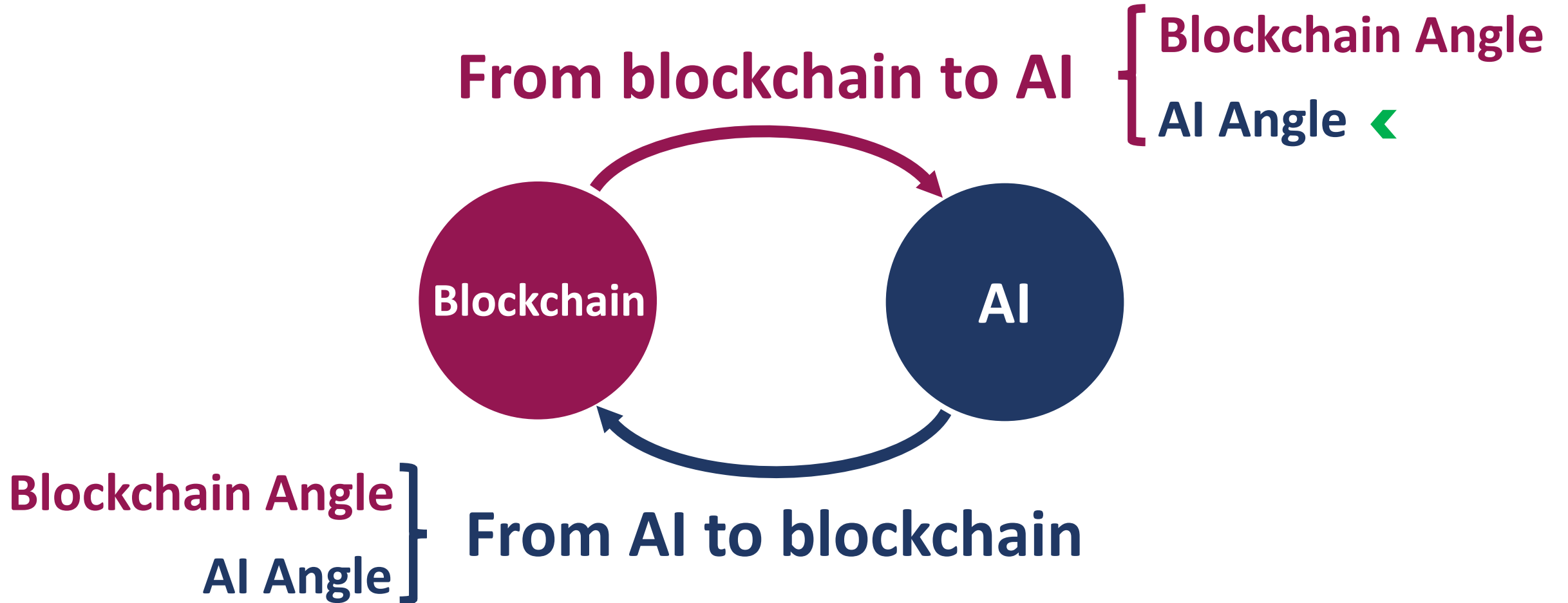
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07/2023

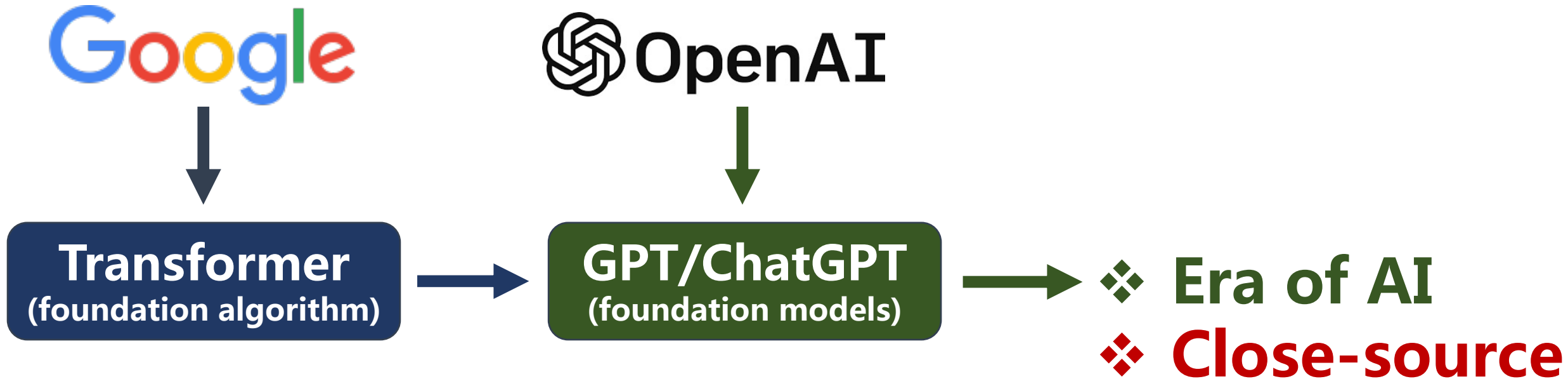


# Laterality



# Issues of Current AI

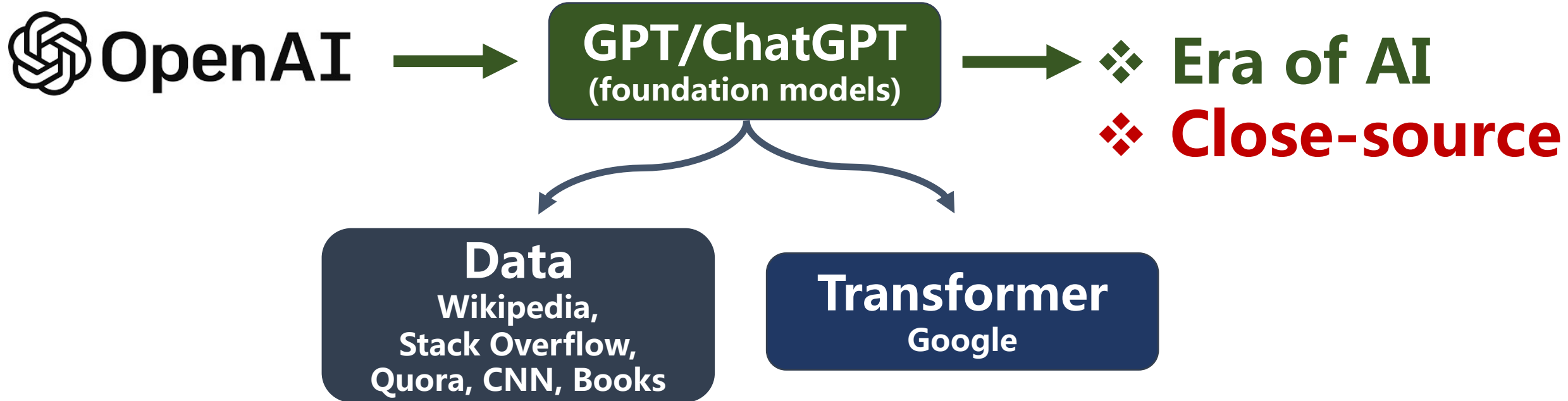
# Isolation of Algorithm Inheritance



## Issue 1:

- The inheritance of basic **algorithms** (Transformer), foundation **models** (GPT), **products** (ChatGPT) is isolated for current AI, resulting in absence of commercial value for foundation algorithms/models.
- Patents fail to foster sound development of AI

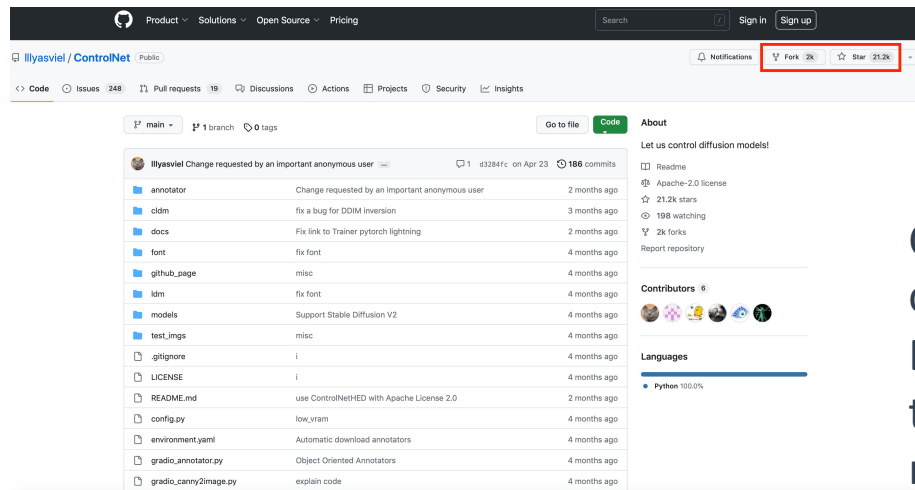
# Ignorance of Data Property



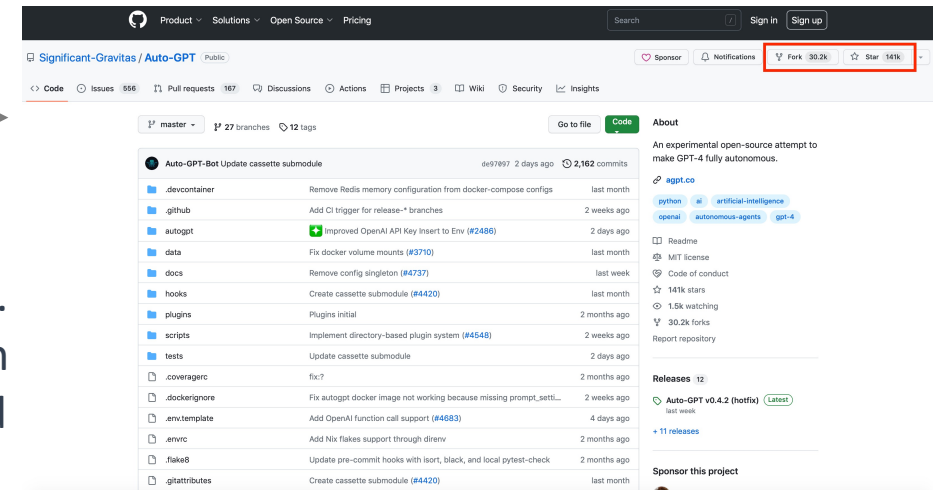
## Issue 2:

- The data property is ignored for current AI, resulting in absence of commercial value for digital assets (e.g. data).

# Absence of Developer Reward



ControlNet  
AutoGPT



ControlNet and Auto-GPT changed the AI community. But the authors only obtain the credit of code stars and model downloads.

## Issue 3:

- Developers' contribution in open-source communities and applications is not well recognized for current AI, resulting in absence of commercial value for developers.

# Partial Monetization

Very weakly Monetized

Monetized

Scientist/professor/researcher/freelancer

Entrepreneur

- **Algorithm & Theory**  
e.g. Transformer, diffusion model
- **Open-Source**
- **Data**

**Foundation models**  
e.g. GPT, Stable diffusion

**Products**  
ChatGPT, Midjourney

- **Algorithm & Theory**  
e.g. Transformer, diffusion model
- **Open-Source**
- **Data**

- **Patent**
- **Copyright**

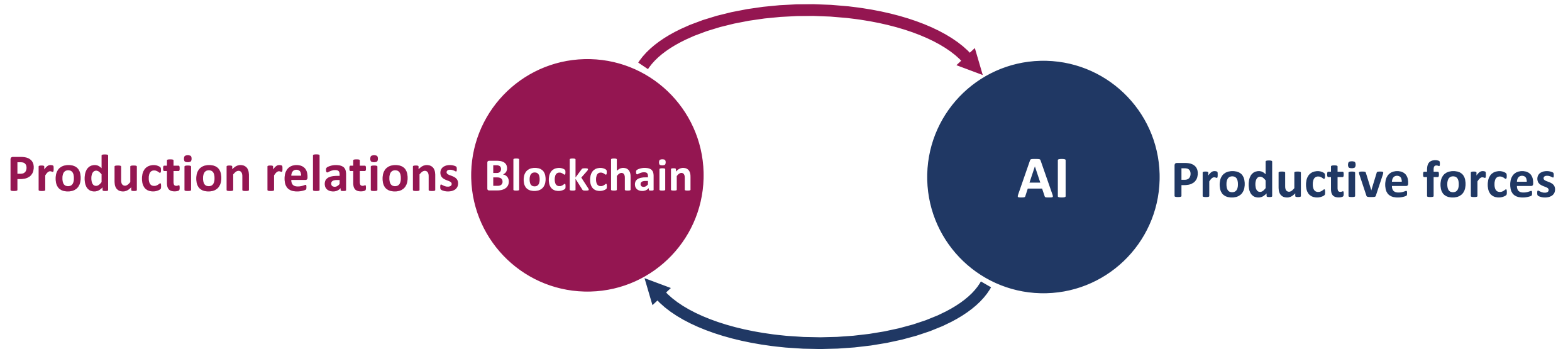
**Fail for AI**

**New mechanism for intellectual properties and digital asserts is needed to conform to the new era of AI, bringing AI to be the **world-wide public infrastructure.****



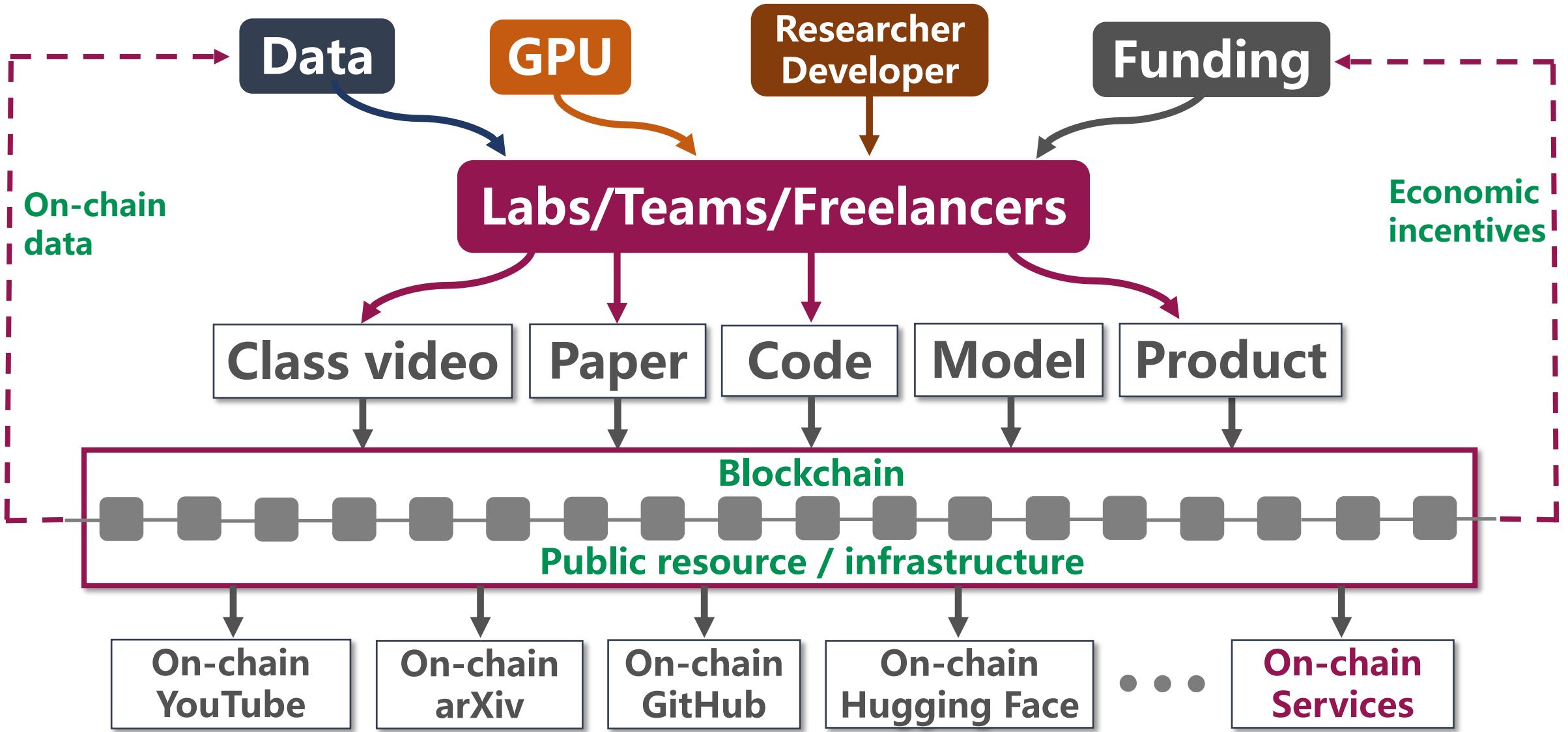
# **Solution for Current AI**

# Duality



**New infrastructure pertaining to production relations is needed for AI**

# Building on-chain AI



# Benefit

## Resource

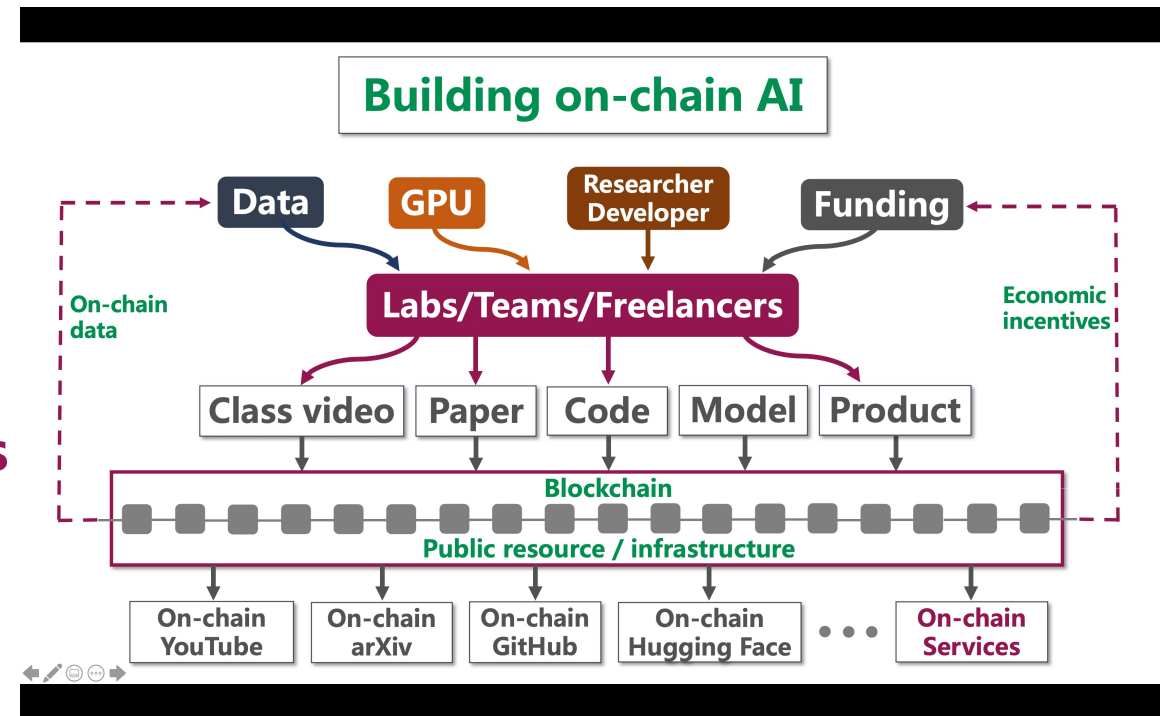
- **Monetize data**
- Monetize compute (GPU)

## Intellectual Properties & Impact

- **Monetize papers**
- **Monetize models/algorithms**
- **Monetize theories**

## Applications

- Monetize services/products



- **Reward human intelligence, thus fostering innovation.**
- Reward data engineers, thus maintaining sustainable AI.
- Unleash researchers/engineers from restricted environments.

# Monetize IPs & DAs

Very weakly Monetized

Monetized

Scientist/professor/researcher/freelancer

Entrepreneur

- **Algorithm & Theory**  
e.g. Transformer, diffusion model
- **Open-Source**
- **Data**

**Foundation models**  
e.g. GPT, Stable diffusion

**Products**  
ChatGPT, Midjourney

Monetize the whole chain of IPs & DAs

Scientist/professor/researcher/freelancer

Entrepreneur

- **Algorithm & Theory**  
e.g. Transformer, diffusion model
- **Open-Source**
- **Data**

**Foundation models**  
e.g. GPT, Stable diffusion

**Products**  
ChatGPT, Midjourney

# Blockchain Pipeline

# Blockchain Pipeline

### AI features

- World-widely accessible infrastructure
- On-chain data
- high-throughput computing
- Efficiency & parallelism & scalability
- Low cost for on-chain deployment



### Bitcoin

**UTXO Model**

- Scale vertically
- Better parallelism
- Potential scalability
- UTXO owned by users
- **Harder smart contract**



### Ecosystem

**Layer 2**

- Scalability
- On-chain data
- Layer-1 smart contract
- Low gas fee



### Ethereum

**Account Model**

- Easy smart contract
- Flexible state accessibility
- **Scale horizontally**
- **Harder parallelism**
- **High gas fee**

### Ecosystem

**Layer 2**

- Efficiency
- Low gas fee
- **Off-chain**
- **Diverse ecosystem**



**Layer 3**

# Thanks

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