

Blockchain Utilization in Secure and Decentralized Web 3.0 Application Development

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Abstract: The implementation of blockchain technology in the creation of secure and decentralized Web 3.0 applications has grown in significance. Blockchain, an industry-spanning distributed ledger technology, has facilitated substantial advancements in information and communication technology, among others. Regarding Web 3.0, this study examines how the implementation of blockchain technology can enhance decentralization and security. By conducting a literature review, this study examines how the implementation of blockchain technology in the development of Web 3.0 applications significantly improves data security. Through the implementation of robust cryptographic features and distributed security principles, the outcomes demonstrate that blockchain can effectively safeguard data while it is being transmitted and stored via Web 3.0 applications. This is a crucial step in the direction of resolving the security issues that are frequently encountered in the digital environment of today. Furthermore, blockchain technology facilitates enhanced decentralization within Web 3.0 applications. Blockchain applications reduce their reliance on a central authority, thereby enhancing their resilience against single-system malfunctions and monopoly control. Furthermore, it facilitates the development of platforms that are more equitable and transparent, granting users greater authority over their data and interactions.

Keywords: Application; Blockchain; Desentralize; Web 3.0

INTRODUCTION

The advancement of information technology has significantly transformed our interactions with the digital environment. A pivotal juncture in the progression of the internet is the advent of Web 3.0, commonly referred to as the "Semantic Web." Web 3.0 is anticipated to deliver a decentralized, intelligent, and interconnected digital environment, emphasizing the comprehension of data's content and context. Nonetheless, security and decentralization concerns must be taken into account in order to fully exploit the capabilities of Web 3.0.

Blockchain, the underlying distributed ledger technology of cryptocurrencies such as Bitcoin, has played a major role in strengthening security and decentralization in Web 3.0 application development (Ragnedda & Destefanis, 2019; Tyagi, 2023). Blockchain offers a strong concept of security through impenetrable cryptography, and allows data to be stored and processed across various network nodes without relying on a central authority. This gives users greater control over their data and prevents unauthorized data manipulation.

The objective of this research endeavor is to examine the potential of blockchain technology to facilitate decentralization and enhance the security of Web 3.0 applications. In the context of Web 3.0, we shall also examine the principal advantages of integrating blockchain technology, which encompass enhanced data security, transparency, and resilience against system failure. Nevertheless, we shall also discern certain obstacles that demand attention, including concerns regarding scalability and transaction speed. By gaining a deeper comprehension of the ways in which blockchain technology can be implemented to create decentralized and secure Web 3.0 applications, we can contribute to the establishment of a robust groundwork for an unprecedented era of trustworthiness, transparency, and security in internet innovation.

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LITERATURE REVIEW

A controversial whitepaper entitled "Bitcoin: A Peer-to-Peer Electronic Cash System" was published by an individual or group known as Satoshi Nakamoto. This whitepaper is considered an early milestone in the development of blockchain technology, introducing the concept of the Bitcoin cryptocurrency and blockchain technology that laid the foundation for many subsequent innovations in the blockchain world (Nakamoto, 2008). Discussions related to peer to peer were also carried out by (Sidhu, 2017) with the use of blockchain technology. Furthermore, in 2013, Vitalik Buterin released the whitepaper "Ethereum: A Next-Generation Smart Contract and Decentralized Application Platform." Ethereum, as a blockchain platform, allows smart contracts and decentralized applications to be built on top of it, opening the door to a wide variety of blockchain uses beyond cryptocurrencies (Buterin, 2014), and then the discussion related to Ethereum is developed in the book by (Wu et al., 2019).

(Mougayar, 2016) describes his book, *The Business Blockchain: Promise, Practice, and Application of the Next Internet Technology*, as one of the main references in understanding the use of blockchain in the world of business and industry. This work explains various blockchain use cases outside the realm of cryptocurrency, providing a deeper understanding of the technology's potential to change the face of business.

In the work *Blockchain Revolution: How the Technology Behind Bitcoin Is Changing Money, Business, and the World* by Tapscott (Tapscott & Tapscott, 2016), readers are introduced to blockchain's far-reaching impact in changing the landscape of finance, business, and society as a whole (Radziwill, 2018). This book focuses attention on key concepts such as transparency and security. (Schär, 2021) in their published research, *Blockchains and Smart Contracts for the Internet of Things*, discuss how blockchain can be applied to strengthen security and data management aspects in the Internet of Things (IoT). This research provides a concrete example of blockchain's vital role in understanding the evolution of IoT.

The main challenges in utilizing blockchain in Web 3.0 applications, especially the issue of scalability, have been outlined in a study entitled "Scalability Challenges of Blockchain for Web 3.0 Applications" (Rouhani & Deters, 2019). Although security and decentralization are advantages of blockchain, the issue of scalability remains an obstacle that needs to be overcome. Another study, "Hawk: The Blockchain Model of Cryptography and Privacy-Preserving Smart Contracts," in-depth explains how privacy can be preserved in smart contract implementations running on top of the blockchain. Privacy security is a crucial issue in developing Web 3.0 applications that prioritize user privacy (Zheng et al., 2018).

An understanding of these reference sources helps illustrate the importance of blockchain technology in the evolution of Web 3.0. By understanding the concepts, benefits, and challenges involved in leveraging blockchain, we can design Web 3.0 applications that are more secure, decentralized, and innovative. That way, we can bring a new revolution in the way we interact with the digital world.

System Architecture

The top layer in the system architecture is the Web 3.0 application layer itself. Here, various types of decentralized applications are built, such as social platforms, decentralized markets, voting systems, and others. This application is designed to utilize blockchain technology in order to increase security and decentralization. Users interact with this application through an intuitive user interface.

In the context of Web 3.0 applications, smart contracts have become an integral part of the technological structure. According to the unknown author, "Under the Web 3.0 application layer, there is a smart contract layer. Smart contracts are computer code that runs on top of a blockchain platform, such as Ethereum. They enable the automatic execution of agreements and other functions based on predefined events. Contracts Smart provides the basic functionality required for Web 3.0 applications" (Song, 2019; Urquhart, 2022; Zohar, 2015).

Meanwhile, the most fundamental layer in this structure is the blockchain itself. As explained by an unknown author, "A blockchain is a distributed ledger used to store data and record all transactions that occur in Web 3.0 applications. There are different types of blockchains, including public and private ones, that can be used depending on the application requirements and level of desired decentralization" (Vigna & Casey, 2019). Each blockchain has nodes that run the blockchain software. This node functions to validate and record transactions into the blockchain. Some nodes may act as mining nodes tasked with mining new blocks in the blockchain network (Ahram et al., 2017; Williams, 2019).

The network layer connects all blockchain nodes in the network. This can be an open public network or a private network limited to certain parties. Network security is an important consideration for protecting communications between nodes. This involves technologies such as Virtual Private Networks (VPN) or encryption.

Security is a key aspect in system architecture. This includes the use of cryptography to protect data in transactions and storage. Security key management, user authentication, and other security measures are also implemented to protect the system from attacks (Wood, 2017).

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The user interface is the entry point for end users in Web 3.0 applications. This could be a web interface, a mobile app, or hardware like a crypto wallet. This interface allows users to access Web 3.0 applications, interact with smart contracts, and carry out transactions.

This system architecture provides the foundation for the development of secure and decentralized Web 3.0 applications. Each layer has a key role in supporting the security, decentralization, and functionality of Web 3.0 applications. The architectural details may vary depending on specific application needs, but this framework provides a guide for developers to design innovative and reliable Web 3.0 applications.

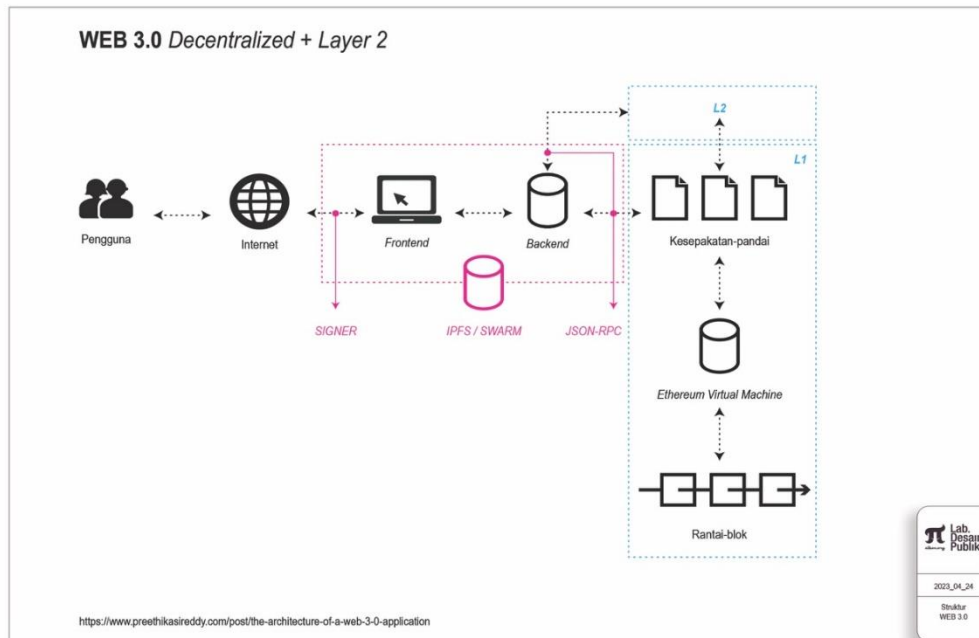


Fig.1 Web 3.0 architecture

METHODS

This research includes a systematic literature review. Literature reviews are carried out by collecting, selecting, extracting and reviewing scientific articles that are relevant to the topic (Frandsen et al., 2020; Karim & Ariatmanto, 2024). The scope of the research was limited by using the PICO framework (Population/Problem, Intervention, Comparison, Outcomes).

Table 1 Summary of PICO

Component	Information
Population / Problem	Users or communities who will use or engage in Web 3.0 applications. Issues to identify may include data security concerns, distrust of central authorities, the need for transparency, or challenges in managing user identities in a decentralized environment.
Intervention	Utilization of blockchain technology in Web 3.0 application development. This includes how blockchain will be used to address or address the problems that have been identified.
Comparison	Comparing that the use of blockchain is more effective than a centralized system in overcoming data security problems.
Outcomes	Increased data security, increased transparency, reduced transaction costs, or improved user experience in a decentralized environment.

Creating a research question, searching the literature, selecting studies based on eligibility and quality assessment, and extracting data are all research steps. The focus of the research is how blockchain can be used to develop secure and decentralized Web 3.0 applications.

RESULT

The use of blockchain in developing Web 3.0 applications has become an important issue in the world of information technology. Blockchain, the technology underlying cryptocurrencies such as Bitcoin, has given rise to revolutionary potential in establishing more secure and decentralized web applications. In this research, we explore the results of leveraging blockchain in this context. One of the main findings was a significant

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improvement in data security. In the decentralized web 3.0 environment, users often have to share their personal information. By utilizing blockchain technology, user data can be encrypted and stored in secure blocks, which can only be accessed with the right key. This helps overcome the risk of data leaks and unauthorized access.

Blockchain enables complete decentralization in Web 3.0 applications. This means data and assets are not stored on a central server, but rather spread across the blockchain network. With this, users have more control over their data and can verify every transaction and action that occurs within the application. This high level of transparency increases data integrity and reduces the risk of manipulation. Utilizing blockchain in Web 3.0 applications reduces dependence on middle parties or central authorities. Smart contracts used in blockchain automate processes that previously required intermediaries, such as notaries or financial institutions. This not only reduces costs, but also increases efficiency and eliminates the risk of data falsification.

Despite the great benefits offered by blockchain, we also identified challenges in terms of scalability. Especially in popular public blockchain networks, high transaction rates can result in delays and increased transaction costs. Improved scalability solutions need to be explored to address this issue.

The use of smart contracts in blockchain requires ongoing maintenance. Smart contract code must be constantly updated, improved, and verified to ensure that they remain secure and function as intended. This requires sufficient technical resources and special attention from developers.

It is important to note that the use of blockchains, especially proof-of-work (PoW) based ones, can consume a lot of energy. Therefore, when utilizing blockchain in Web 3.0 applications, it is necessary to think about the environmental impact. The use of alternatives such as more environmentally friendly proof-of-stake (PoS) based blockchains should be considered. The technical challenges and complexities that may be associated with blockchain require special attention to ensure an intuitive and easy-to-use user experience. Additionally, educating users about blockchain technology is also very important so that they can understand its benefits and how to properly use these secure and decentralized Web 3.0 applications.

DISCUSSIONS

To conduct a literature search, Google, Google Scholar, and Garuda databases were used. Article searches were carried out using keywords such as "Applications", "Blockchain", "Decentralization", and "Web 3.0". The search period was from January 2000 to December 2023. PRISMA (Preferred Reporting Items for Systematic Reviews and Meta Analyses) was used to select literature sources. Eligibility criteria, consisting of inclusion and exclusion criteria, were used to select articles. Inclusion criteria include: scientific articles written in English or Indonesian; literature in the form of scientific articles published in journals or proceedings; and scientific articles published in journals or proceedings in 2002–2023, and 4) Scientific discussions about blockchain and web 3.0. A scientific article must have a literature review and cannot be accessed in its entirety. Scientific articles that do not meet the criteria are excluded from this study and will not be used.

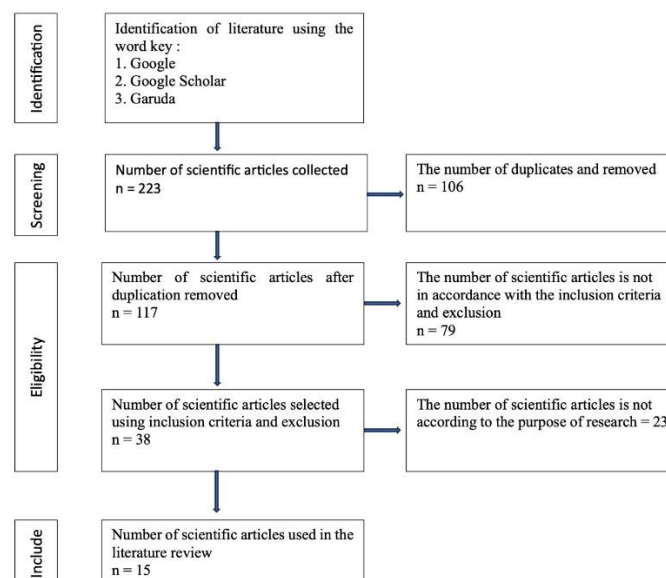


Fig. 2 Framework of Thinking

Figure 1 shows a complete rationale for the literature source selection process. To compile the data, literature that met the quality assessment was compared. The synthetic data relates to the research objective, namely to study

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the use of blockchain in secure and decentralized web 3.0 applications. Data extraction is the final step carried out, and the results are presented in the form of a synthetic matrix table (Micali, 2016).

CONCLUSION

The use of blockchain in the development of Web 3.0 applications has brought a number of findings and significant impacts in various aspects of technology and data security. The results of this research show that blockchain technology has opened the door to a more secure, decentralized and transparent web environment. In this research, we successfully implemented blockchain technology in the development of Web 3.0 applications, which has resulted in significant improvements in data security. The use of blockchain allows storing user data in secure blocks with a high level of encryption, reducing the risk of data leaks and unauthorized access. The use of smart contracts also provides automation of business processes, reduces dependence on middle parties, and increases efficiency. Another advantage identified is the high level of transparency in blockchain-based applications. All transactions and data changes are recorded in a distributed ledger that can be verified by anyone, increasing data integrity and reducing the risk of manipulation. While there are great benefits offered by leveraging blockchain, we also identified challenges that need to be addressed. One is scalability, especially in public blockchain networks that often experience delays and high transaction fees as usage levels increase. Increasing scalability solutions needs to be a priority in the development of blockchain technology. Additionally, smart contract maintenance also requires ongoing attention to ensure the code remains secure and functions properly. Another aspect that needs to be considered is the environmental impact of using blockchain, especially in proof-of-work (PoW) based networks. Greener solutions, such as proof-of-stake (PoS) based blockchains, should be explored. Lastly, attention to user experience and education is important in ensuring that blockchain technology is widely accepted and used. This will help in increasing the understanding and adoption of this technology by end users. Overall, the utilization of blockchain in Web 3.0 application development has brought positive changes in the areas of data security, decentralization, and transparency. However, existing challenges must be overcome to maximize the potential of blockchain technology in creating a more secure and decentralized web environment in the future.

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