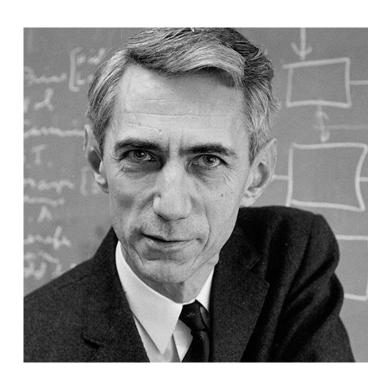
Information Theory & The future of Identities

- 1. Information Theory
- 2. Capitalism
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- 4. Information Enablers & Industrial Revolutions
- 5. ID Spoofing
- 6. Liveness
- 7. Bio-ID Enablers
- 8. DID Enablers
- 9. What it means to crypto?
- 10. What it means to Legacy Banking?

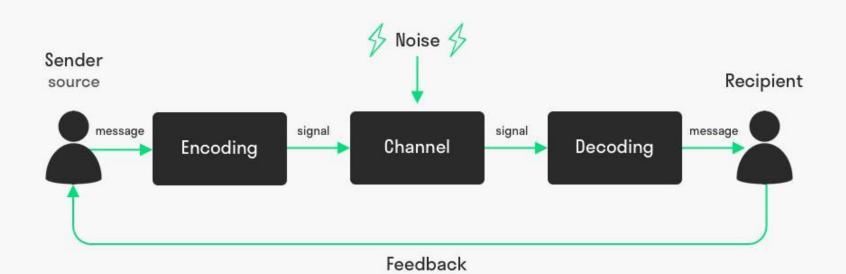
Information Theory



Claude Shannon

Communication Cycle model (Shannon and Weaver)

toolshero



In an information system, individuals master the science of information in order to overcome the laws/challenges of the world. The individual can succeed because of the surprising power of the laws of information, which are conducive to human creativity.

The central tenet of information theory is a measure of individual *freedom*.

Claude Shannon's theory could be applied on almost anything transmitted over time and space in the presence of noise or interference—including **business ideas**, **economic profits**, **monetary policies**, **private property protections**, **innovative processes and human creativity**.

What is capitalism?

- George Gilder

"Capitalism is not chiefly an incentive system but an

information system."

Information Models

Information Density

Human Mind/Spirit

Chemistry & Biology

Physics

Language/Arithmetics/Music

- Nuclear energy was harvest before the cure for polio.
- Killing a virus without killing the man who carries it turns out to be a vastly more complex and information-intensive exercise than orbiting the planet.
- A few lines of genetic code (fraction of an organism's genome) convey more information that anything in the realm of physics.

Information Models & Industry

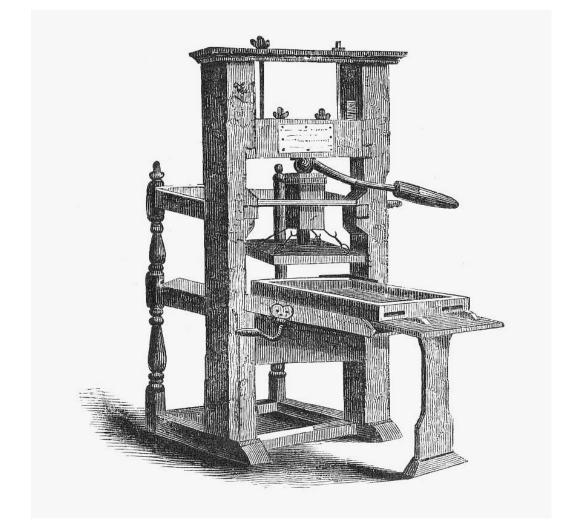
3rd IR	Physics & Chemistry
2nd IR	Physics
1st IR	Physics
Renaissance	Language/Music/Arithmetics

Information Models & Industry

1969-2020s	3rd IR	Physics & Chemistry	Silicone/Internet
1870 - 1914	2nd IR	Physics	Steel/Constructi on, Telecoms, Automobile
1750-1830s	1st IR	Physics	Clothing/ Locomotive

Information Enablers & Industrial Revolutions

1450s. The Gutenberg printing press



1843 Steam Engine Rotary Press 1840-1850s Telegraph and Morse Code



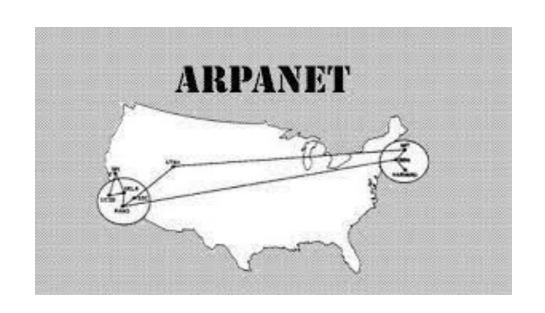
1870s Bell's Phone



1981 IBM 5150, Personal Computer



1969 ARPANET Launched

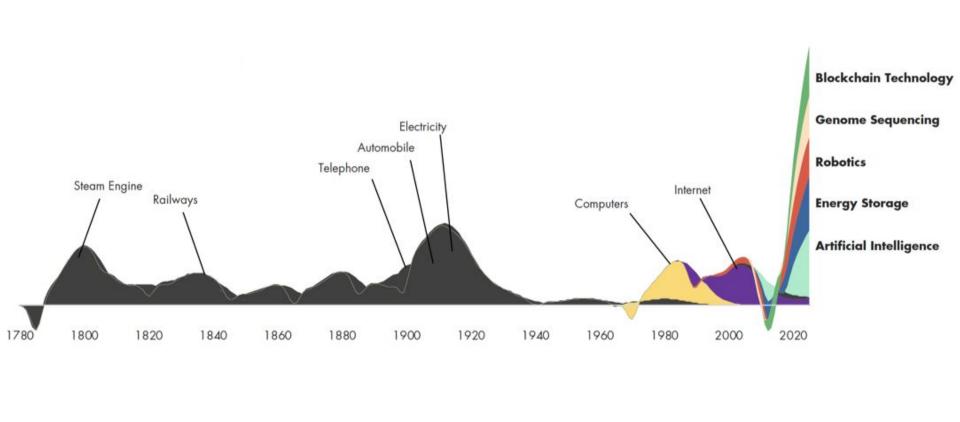


Information Enablers & Industry

3rd IR	1969-2020s	Personal Computer & Internet	1969 & 1861
2nd IR	1870 - 1914	Telegraph & Bell's Phone	1850s & 1870s
1st IR	1750-1830s	Steam Engine Printing Press	1843
Renaissance	15-16th Century	Gutenberg Printing Press	1450s

Industry & Information Models

4th IR	Biology & Chemistry
3rd IR	Physics & Chemistry
2nd IR	Physics
1st IR	Physics
Renaissance	Language/Music/Arithmetics



The Problem: ID Spoofing



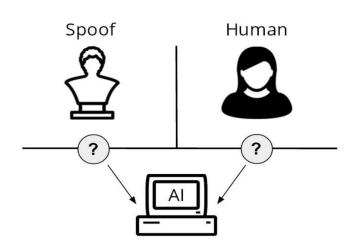


count(status)	status	
566	ASSESSING	\$
47028	ACTIVE	\$
3584	FAILED	\$
47	NEEDS_MANUAL_VERIFICATION	\$
120449	NOT_FOUND	\$

Solution: Liveness

Liveness

Liveness Detection is a computer's ability to determine that it is interfacing with a physically present human being and not an inanimate spoof artifact or injected video/data.



3D Liveness Tech



IRS To Require Facial Recognition To View Tax Returns



THURSDAY, JAN 20, 2022 - 11:55 AM

The US Internal Revenue Service (IRS) has partnered with a Virginia-based private identification firm which requires **a facial recognition selfie** among other things, in order to create or access online accounts with the agency.



According to <u>KrebsonSecurity</u>, the IRS announced that by the summer of 2022, **the only way to log into irs.gov will be through ID.me**. Founded by former Army Rangers in 2010, the McLean-based company has evolved to providing online ID verification services which several states are using to help reduce unemployment and pandemic-assistance fraud. The company claims to have 64 million users.

Some 27 states already use ID.me to screen for identity thieves applying for benefits in someone else's name, and now the IRS is joining them. The service requires applicants to supply a great deal more information than typically requested for online verification schemes, such as scans of their driver's license or other government-issued ID, copies of utility or insurance bills, and details about their mobile phone service.

When an applicant doesn't have one or more of the above — or if something about their application triggers potential fraud flags — **ID.me may require a recorded, live video chat with the person applying for benefits.**-KrebsonSecurity

Bio-ID Enablers

A **Digital ID** tailored for the online & offline world.



A New World

A digital identity designed to interact with businesses, governments, and other roles such as: *consumer*, worker, taxpayer and asset owner.

Users will be able to...

- Onboard with companies faster than ever before
- Build a history and reputation
- Control who can see their private data
- Monetize data

DID Enablers

What if there was a way to give users **full sovereign control over their data** while getting access to not just the data from your application but many other compatible ones? What if you could **promise users** that their information would live in a **decentralized network** where no individual application developer or company could choose to take it down or tamper with, that they own their data in the

truest sense?

DIDs are Decentralized Identifiers, a technical standard that enables verifiable, decentralized, interoperable digital identities. A DID can refer to any subject (e.g., a person, organization, thing, data model, abstract entity, etc.).

Scheme
did:example:123456789abcdefghi
DID Method DID Method-Specific Identifier

Each user has full sovereign control over their data and ultimately can bring that data with them to each app they visit.

According to research from McKinsey Digital, digital IDs could unlock economic value equivalent to 3 to 13 percent of GDP in 2030.

What does it mean for Crypto?

Wallet

Exchange

Explorer

Institutional





Log In

Sign Up

The world's most popular crypto wallet

Over 81 million wallets created to buy, sell, and earn crypto.

Get started

Log In



Biometric IDs

Decentralized IDs (DIDs)













What does it mean for Legacy Banking?

North America



Europe



Asia



South America



Africa

































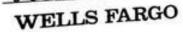




Capital One









"Commoditization is equivalent to a 51% attack to modern banking"

- Johan Castellanos

