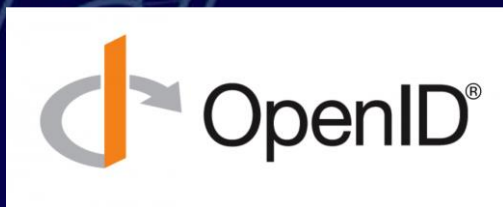


# How to Build Interoperable Decentralized Identity Systems with OpenID for Verifiable Credentials

Kristina Yasuda, Microsoft  
Dr. Torsten Lodderstedt, yes





## **Kristina Yasuda**

Identity Standards Architect  
Microsoft

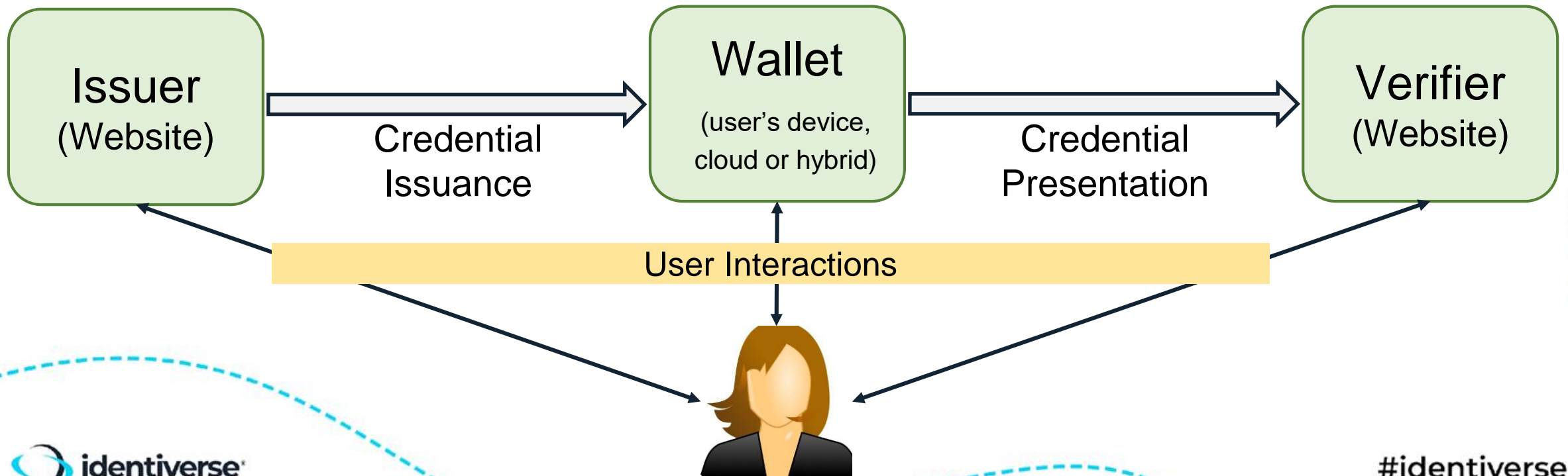


## **Dr. Torsten Lodderstedt**

Managing Director  
yes IDP GmbH

# What is Decentralized Identity?

- The User presenting the Identity data directly to the Verifier from the Wallet
  - <> In the federated model where Identity data is sent directly from the IdP to the Verifier
- Usually expressed with the flow below:

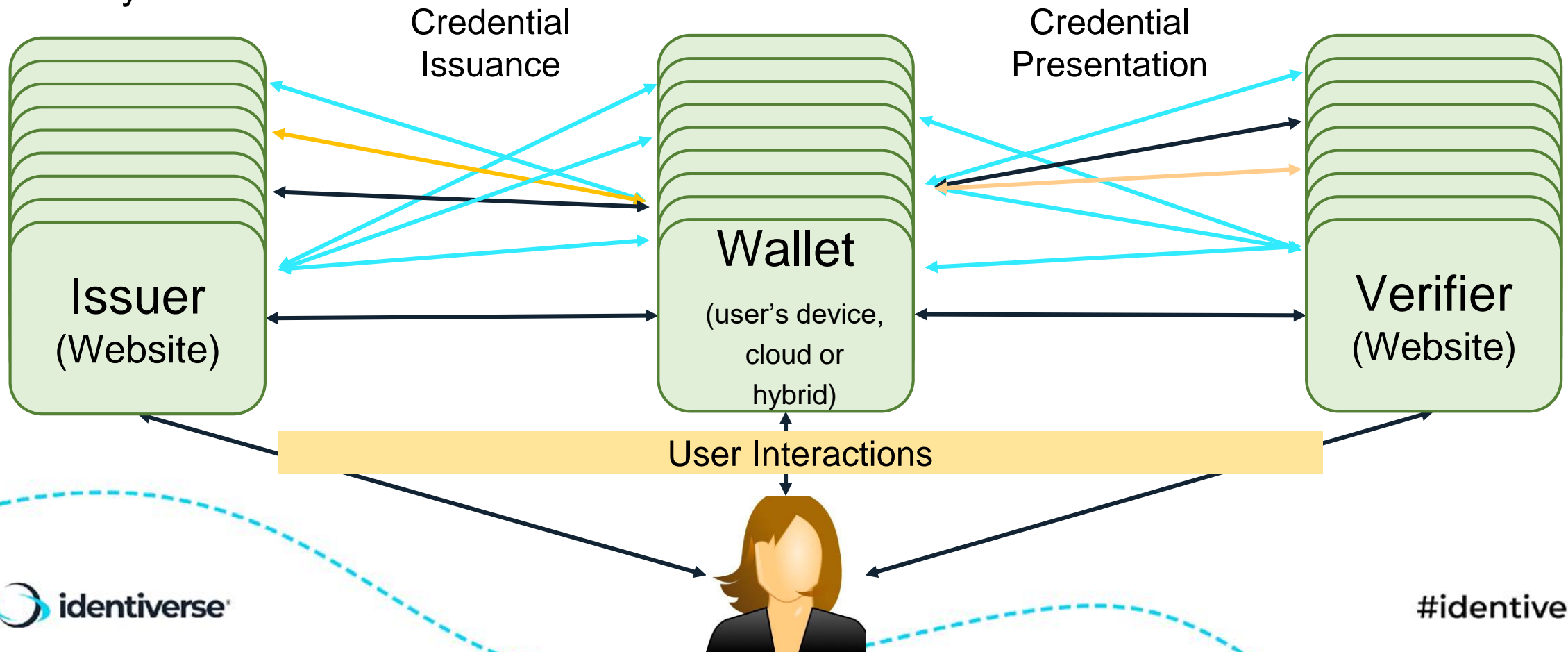


# Verifiable Credentials: Benefits

- End-Users gain more privacy, and portability over their identity information.
- Cheaper, faster, and more secure identity verification, when transforming physical credentials into digital ones.
- Universal approach to handle identification, authentication, and authorization in digital and physical space.

# Why Protocol Layer Interoperability is Crucial.

One entity needs to talk to the large the number of entities, to increase the value of “Decentralized Identity”.

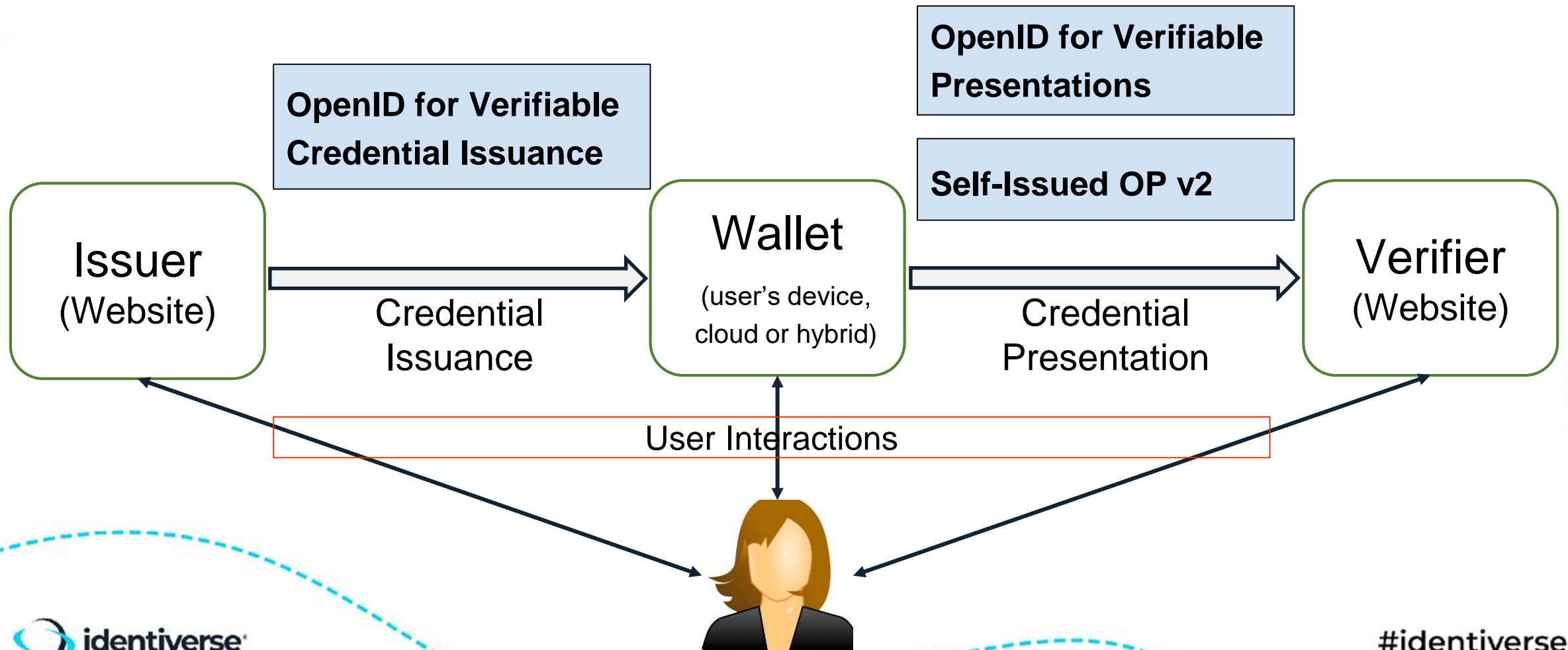


# Problems we identified & how we solved them

Problem		Solution
A lot of entirely new Protocols. (Hard to get security right, steep learning curve)	⇒	Building upon currently widely used protocols: OAuth 2.0 and OpenID Connect. (Secure, already understood)
No clear winner among Credential Formats	⇒	Designing a Credential Format agnostic protocol
Reluctance to use only DIDs. No clear winner among DID methods	⇒	Designing a protocol agnostic to the Key Resolution mechanism. (No need to use DIDs)
Participating entities cannot typically establish trust upfront, using traditional mechanisms.	⇒	Flexibility in Trust Management. Third Party Trust.



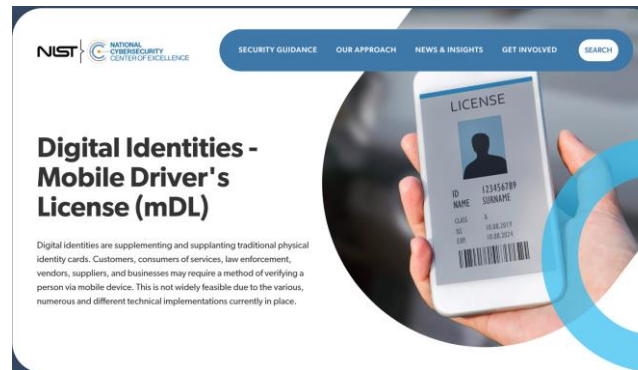
# ...so here comes **OpenID for Verifiable Credentials!**



# Adoption (selected use-cases)

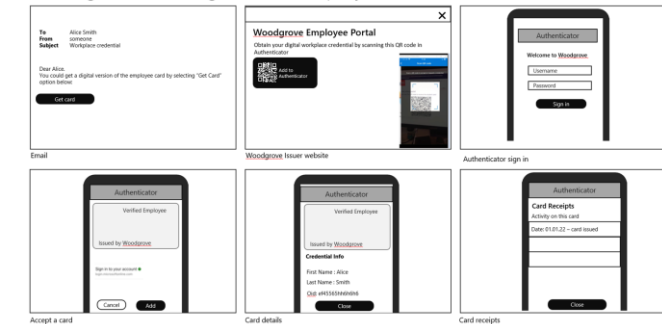


**The European Digital Identity Wallet Architecture and Reference Framework<sup>[1]</sup> (eIDAS ARF/EUDIW)**  
requires OID4VCI, OID4VP and SIOPv2 for online use-cases



**NIST National Cybersecurity Center of Excellence<sup>[2]</sup>** plans to implement reference implementation for OID4VP to present mdocs/mDL

## Woodgrove - Issuing Verified Employee



**DIF JWT VC Presentation Profile<sup>[3]</sup>** uses OID4VP for request and presentation of W3C JWT VCs and SIOPv2 for user authentication.  
Implementers: Ping Identity, Microsoft, IBM, Spruce, Auth0, Gen Digital



# Open Source libraries

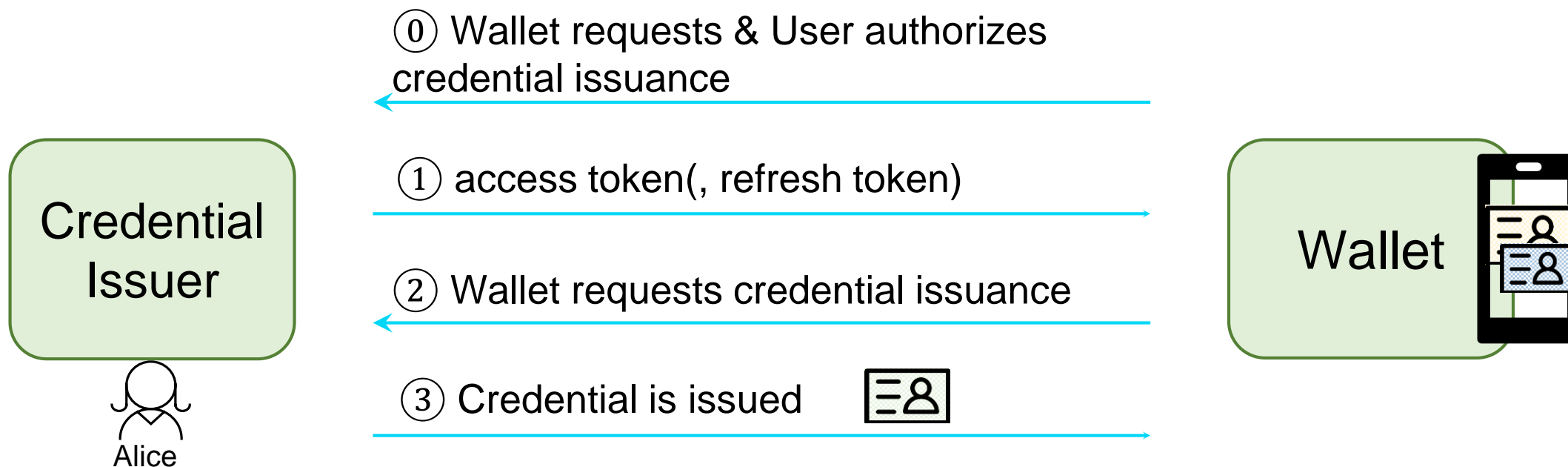
- Walt.id
  - <https://github.com/walt-id/waltid-ssikit> (Kotlin)
- Sphereon
  - <https://github.com/Sphereon-Opensource/SIOP-OpenID4VP> (Typescript)
  - <https://github.com/Sphereon-Opensource/OpenID4VCI-client> (Typescript)
  - <https://github.com/Sphereon-Opensource/ssi-sdk> (Typescript)
- Microsoft
  - <https://github.com/microsoft/VerifiableCredential-SDK-Android> (Kotlin)
  - <https://github.com/microsoft/VerifiableCredential-SDK-iOS> (Swift)
- Spruce
  - <https://github.com/spruceid/oidc4vci-rs> (Rust)
  - <https://github.com/spruceid/oidc4vci-issuer> (Rust)
- EBSI
  - <https://api-pilot.ebsi.eu/docs/libraries> (Javascript)
- Impierce Technologies
  - <https://github.com/impierce/openid4vc> (Rust)

**Let us tell you more about the  
protocol**

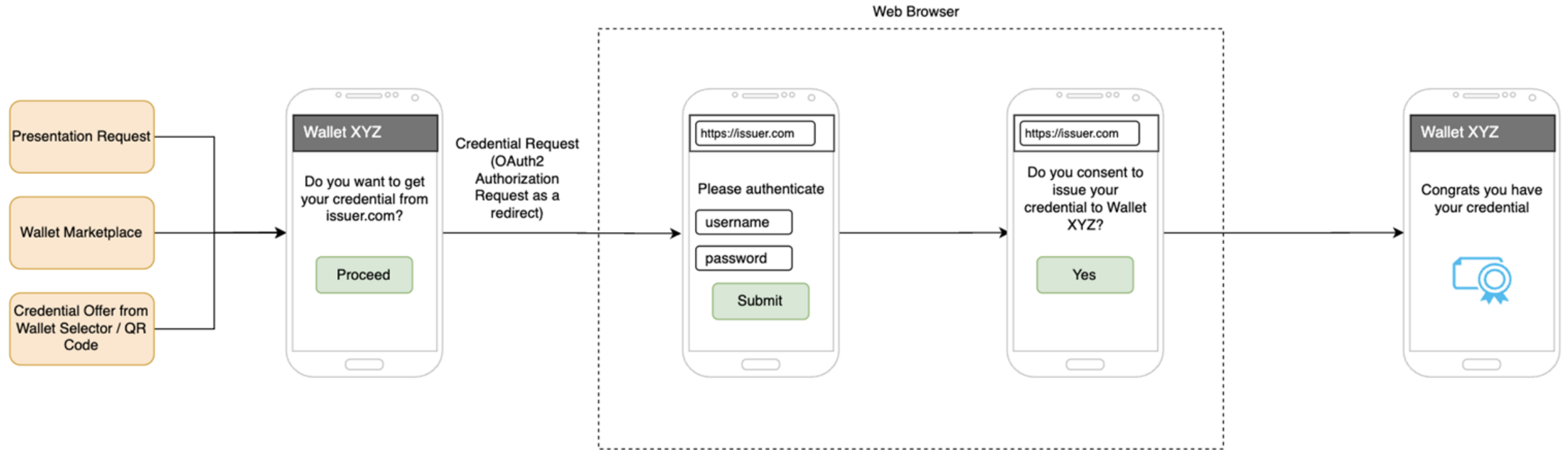
# OpenID for Verifiable Credential Issuance (Highlights)

- It's an OAuth-protected API (Credential Endpoint at the Resource Server)
- Supports various Security levels (including high security with hardware bound keys)
- Various business requirements supported (ex. remote and in-person provisioning)
- Different user-experiences can be achieved (multiple ways to initiate the flow)
- Issuer can check Wallet's capabilities & Wallet can discover Issuer metadata

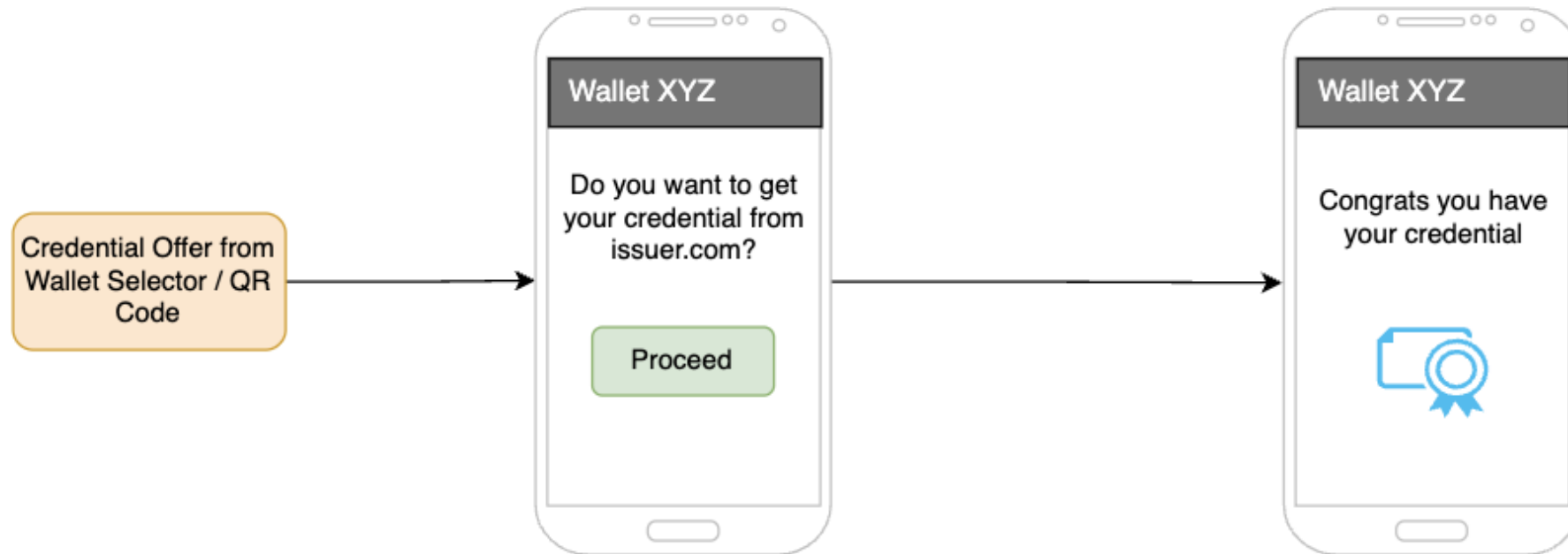
# Protocol Flow



# Authorization Code Flow



# Pre-Authorized Code Flow

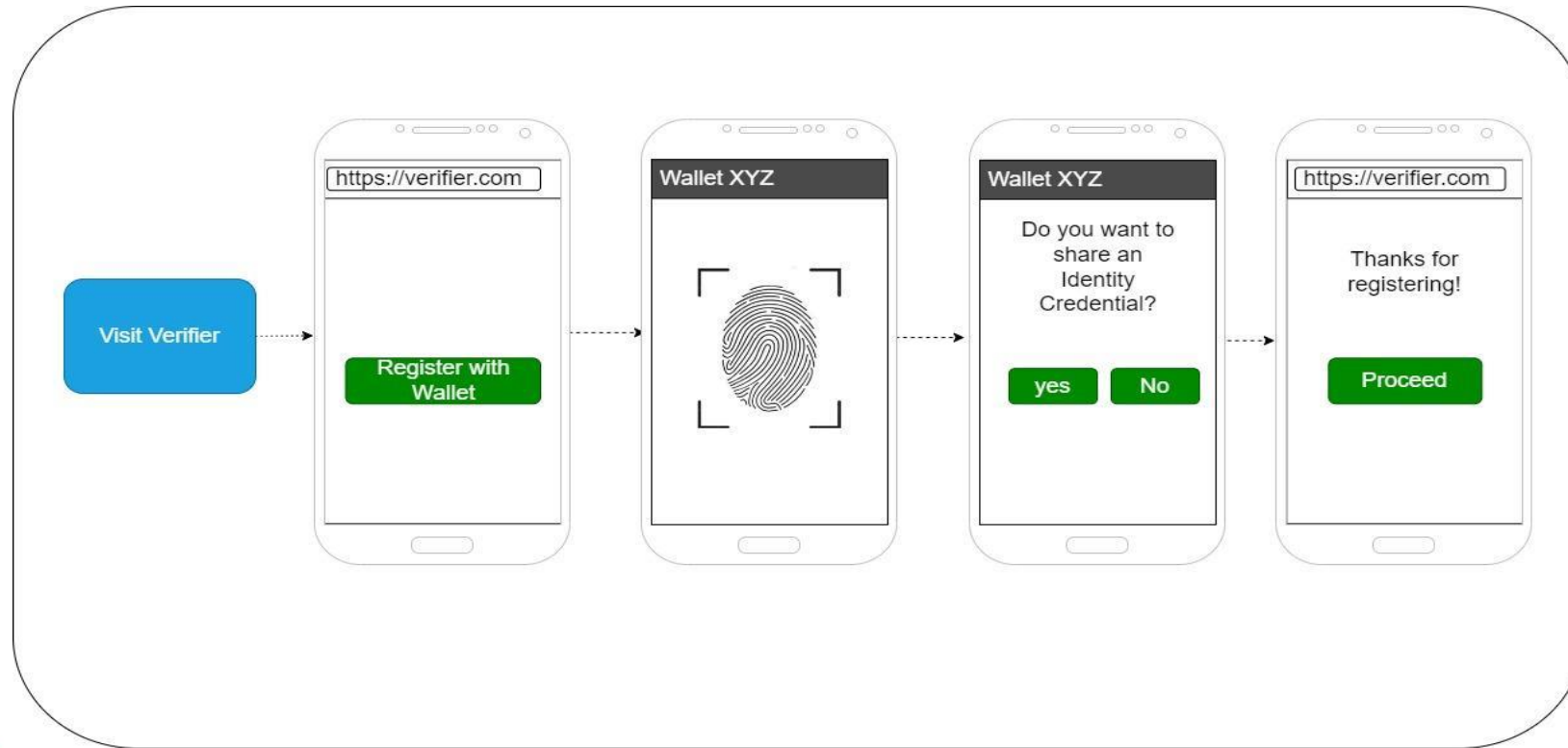




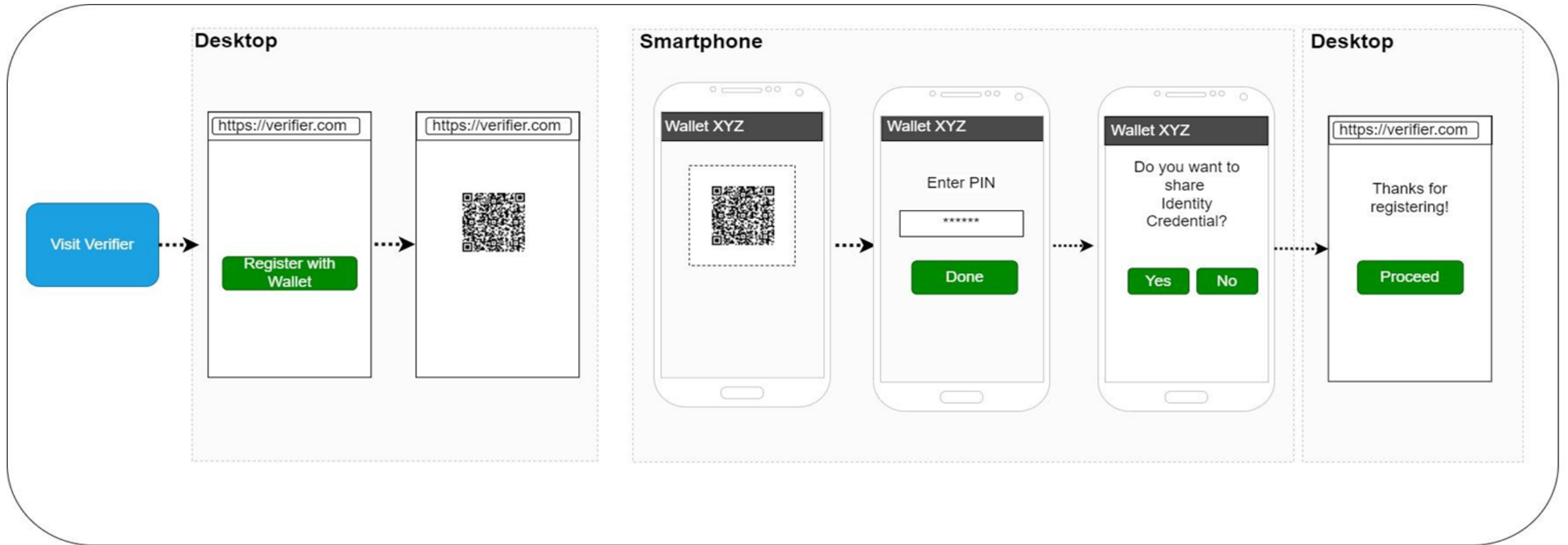
# OpenID for Verifiable Presentations (Highlights)

- Designed for high degree of privacy
- Supports various Security levels (e.g. mutual authentication among the parties)
- Different user-experience can be achieved (same-device and cross-device)
- Presentation of multiple Credentials supported
- Various Wallet deployment models supported
  - All local to a native app
  - Cloud Wallet with a backend
  - Browser wallet

# Same Device Presentation



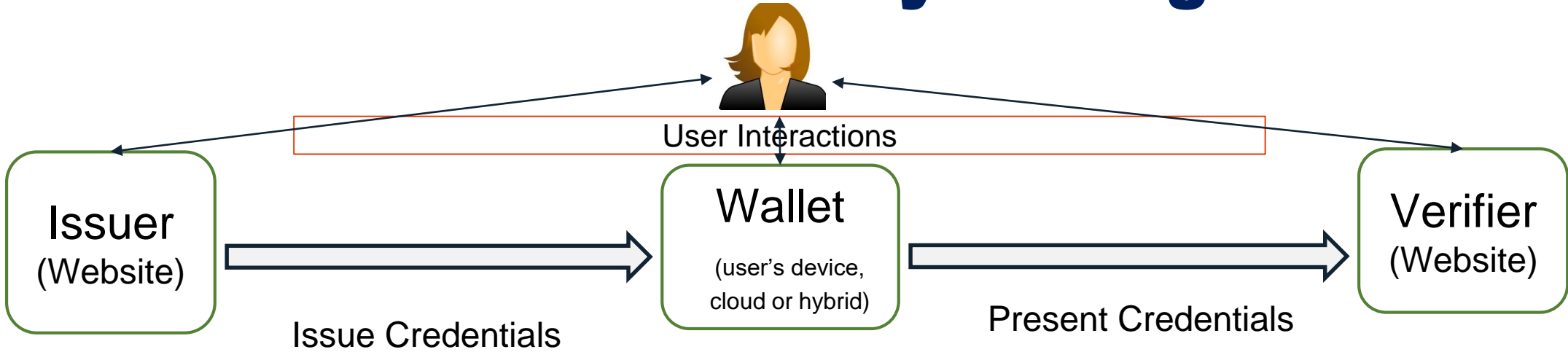
# Cross Device Presentation



# Features of OpenID for Verifiable Credentials

- 1) It is NOT only about W3C Verifiable Credentials.
- 2) Does not require the usage of DLT (or Blockchain).
- 3) We are an open standardization community. Implementer's feedback is incorporated in an agile and transparent manner.
- 4) It is **modular and flexible** to cater for the needs of different legislations and use-cases.
- 5) Complemented by active work on profiles to help the developers interoperate.

# New additions to the family coming!



OpenID for Verifiable Credential Issuance

OpenID for Verifiable Presentations

Self-Issued OP v2

OpenID for Verifiable Presentations over

Security and Trust in OpenID for Verifiable Credentials

Certification Suite

High-Assurance Profile



# High Assurance Profile of OpenID4VC with SD-JWT-VC



# Profiling OpenID4VC

- OpenID4VC is a framework
- Interoperability requires “profiling”
- Profile defines:
  - mandatory to implement elements of the protocols, (e.g., grant types, etc.)
  - wallet invocation mechanism (i.e., custom URL scheme)
  - authentication requirements for Verifiers and Wallets
  - Credential Format(s) with
    - issuer identification and key resolution
    - holder key binding
  - Crypto algorithms

# High Assurance Profile of OpenID4VC with SD-JWT-VC

- Interoperability across parties while being **privacy preserving** and **able to fulfill security and regulatory requirements**
- Intended audience
  - eIDAS ARF (through OIDF/EC liaison)
  - CA DMV wallet
  - Basis for OWF project(s)
  - Basis for Userinfo Interoperability profile
  - IDunion Tech Stack
  - GAIN PoC
  - Japanese government (Trusted Web project)
  - other jurisdictions
  - private companies / infrastructure companies

# OpenID for Verifiable Credential Issuance

- Pre-authorization code flow and authorization code flow are both required.
- Sender-constrained Tokens using DPoP required
- Credential Offer
  - for both pre-authorization code flow and authorization code
  - custom scheme “haip://” for wallet invocation
- Authorization at Issuer with Pushed Authorization Requests (PAR)
- Wallet Authentication with sender-constrained JWTs
- “scope” parameter to requesting authorization for credential issuance
- Only required endpoint is Credential Endpoint
  - Batch Credential Endpoint is required for dual issuance of SD-JWT-VC and mdocs

# OpenID for Verifiable Presentations

- custom scheme “haip://” for wallet invocation.
- Response type: “vp\_token”.
- Response mode: “direct\_post” with redirect\_uri.
- Using “request\_uri” to send Authorization Request is required.
- Presentation Definition is sent using “presentation\_definition” parameter
- Subset of the Presentation Exchange Syntax in order to simplify implementation and prevent security issues
- Verifier Authentication with
  - x.509 Certificates or
  - Sender-constrained JWTs

# SIOP v2

- custom URL scheme “haip://” for wallet invocation
- subject\_syntax\_types\_supported value MUST be urn:ietf:params:oauth:jwk-thumbprint
- Verifier Authentication with
  - x.509 Certificates or
  - Sender-constrained JWTs

# Credential Format

- SD-JWT VC with JSON payload (“typ”: “vc+sd-jwt”)
  - both compact and JSON serialization
- Definition of mapping to VCDM base media type
- Issuer identification and key resolution
  1. **Web PKI based**: iss=issuer URL used to obtain jwks\_uri + key id in the `kid` JWS header
  2. **x.509**: iss=SAN in x.509 cert + x.509 cert chain in the `x5c` JWS header
- Holder binding:
  - `cnf` JWT claim with jwk
- Credential Revocation: Bitmap type style Status list using JWTs



# SD-JWT VC

## with web PKI based Issuer key resolution

```
{  
  "alg": "ES256",  
  "typ": "vc+sd-jwt",  
  "kid": "4"  
}
```

```
{  
  "iss": "https://credential-issuer.example.com",  
  "iat": 1516239022,  
  "exp": 1516247022,  
  "type": "Identity",  
  "_sd": [  
    "UiuRGkTW7e_5UQauGeQRQdF8u3WYevS4Fs0IuB_DgYM",  
    "tmPlXq0MID-oRXbUNHyovZrc9Qkm8cwJTohVyOVlUgQ",  
    "vTz0JI103v4k4pKIloT83Yzi33L1SdZlWBPmsfJBefk"  
  ],  
  "_sd_alg": "sha-256",  
  "cnf": {  
    "jwk": {  
      "kty": "EC",  
      "crv": "P-256",  
      "x":  
        "TCAER19Zvu3OHF4j4W4vfSVoHIP1ILilDls7vCeGemc",  
      "y":  
        "ZxjiWWbZMQGHVWKVQ4hbSIirsVfuecCE6t4jT9F2HZQ"  
    }  
  }  
}
```

# Crypto

- For signing and signature validation:
  - ES256 algorithm and ECDSA keys using the P-256 (secp256k1)
- As hash algorithm to generate and validate the digests in the SD-JWT VC:
  - SHA256

# **Call to Action: Implement, Implement, Implement**

The information can be found at <https://openid.net/openid4vc/>



# THANK YOU!