

# Show+Chain Ecosystem

# Blockchain Technical Whitepaper

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# **Blockchain Technology of the Show+ Chain Ecosystem**

# 1. Strengthening data transparency and integrity

Based on blockchain technology, the Show+ Chain integrated ecosystem leads future technologies' advancement by significantly enhancing *data transparency and integrity*. This plays a crucial role in preventing data tampering and building user trust.

# **Data Transparency**

1) Next-Generation Blockchain Architecture: Show+ Chain adopts an advanced blockchain architecture that offers higher processing speed and scalability. This allows real-time transaction records to be stored on the blockchain more quickly and efficiently, ensuring that all transactions are immediately visible.

# A. High-Performance Consensus Algorithms

- **BFT (Byzantine Fault Tolerance) Consensus Algorithm**: The BFT algorithm surpasses traditional Proof of Work (PoW) and Proof of Stake (PoS) methods by maximizing network efficiency and significantly improving transaction processing speed. BFT enables high-performance consensus while maintaining the decentralized nature of the blockchain.
- **DAG (Directed Acyclic Graph) Based Consensus**: The DAG structure processes transactions individually rather than bundling them into blocks, enhancing scalability. This enables parallel transaction processing, making real-time transaction records faster and more efficient.
- BFT on DAG Strategy: Show+ Chain implements a combined algorithm that processes transactions in parallel using a DAG structure and finalizes them with BFT consensus. This approach efficiently meets the demands for scalability, processing speed, and robust security. For example, every set of transactions added to the DAG triggers the PBFT algorithm to verify and confirm that the transactions have been correctly processed. This ensures system consistency and integrity while maintaining high scalability and fast processing speeds.

# **B. Sharding Technology**

- **Network Sharding**: The network is divided into multiple shards that process transactions in parallel, maximizing scalability. Each shard handles transactions independently and can share data with other shards as needed, greatly increasing the network's overall processing capacity.
- **State Sharding**: The blockchain's state (including accounts, balances, smart contract codes, and other data) is divided into shards for management. This improves data storage and access speeds, enabling parallel processing of transaction verification and state updates.

# C. Layer 2 Solutions

- **Plasma**: A Layer 2 solution that creates separate chains outside the main chain to process transactions. The Plasma chain handles large volumes of transactions off-chain and records only the final results on the main chain, improving scalability.
- **Rollup**: A technique that bundles multiple transactions into one and processes them off-chain, with the results then recorded on the main chain. This reduces the load on the main chain and increases transaction processing speed.
- **Hybrid Model**: Show+ Chain will adopt a hybrid model combining Plasma and Rollup to maximize the strengths of both technologies. By leveraging AI and machine learning, it will analyze and predict transaction patterns to enhance processing efficiency and network stability. Additionally, a real-time monitoring system and automated management tools will continuously oversee the network's state to maintain optimal performance and strengthen security.

## **D.** Cross-Chain Technology

- **Interchain Protocol**: A protocol that enhances interoperability between different blockchain networks. It allows data and asset transfers across various blockchains, maximizing the scalability of the entire ecosystem.
- Atomic Swaps: A technology that enables the direct exchange of tokens between different blockchains without intermediaries. This increases transaction speed and improves user trading experiences.

**2) Enhanced Public Ledger Accessibility:** The accessibility of the blockchain ledger will be further improved, with user interfaces and APIs becoming more intuitive and user-friendly. This enhancement will enable users, developers, and third-party institutions to easily access, query, and verify transaction data.

# A. Intuitive User Interface (UI)

- Enhanced Visualization Tools: The Show+ Chain blockchain UI will display transaction data more clearly and intuitively through advanced visualization tools. Real-time transaction flows, asset movements and smart contract execution statuses will be visually represented in a dashboard format, making it easier for users to understand.
- **Customizable Dashboards:** We will provide customizable dashboards that cater to the needs and preferences of each user. Users can select the data they are interested in and display it on their dashboards, offering a personalized user experience.
- **Natural Language Processing (NLP):** We will provide an interface that allows users to query and interact with blockchain data using text or voice

through natural language processing technology. Instead of complex commands, users can request and receive data in everyday language.

• **Multi-Device Support:** A UI will be developed to offer an optimized user experience across various devices, including PCs, tablets, and smartphones. This will enable users to conveniently access blockchain data anytime, anywhere.

## **B.** Advanced Application Programming Interface (API)

- **High-Performance API:** The Show+ Chain blockchain API will evolve to offer higher performance, providing fast and stable responses even for large-scale data requests. This will be made possible through backend system optimization and parallel processing technology.
- **GraphQL API:** In addition to the existing RESTful API, we will provide a GraphQL-based API. GraphQL allows users to request and receive only the specific data they need, improving network efficiency and maximizing developer convenience.
- **Real-Time Streaming API:** We will develop an API that streams transaction data in real-time from the blockchain network. This will allow developers and third-party institutions to build applications based on real-time data.
- Enhanced Security API: To strengthen security in accessing blockchain data, the API will integrate authentication and authorization mechanisms such as OAuth 2.0 and JWT (JSON Web Tokens). This will protect data integrity and user privacy.
- User-Friendly SDK (Software Development Kit): We will provide an SDK that supports various programming languages and platforms, enabling developers to easily integrate and utilize the blockchain API. This will reduce development time and costs while promoting the expansion of the blockchain ecosystem.

#### **C. Verification and Audit Features**

- Automated Verification Tools: Show+ Chain will implement and offer advanced tools capable of automatically verifying blockchain data. These tools will validate transactions in real-time, maintaining data integrity.
- **Blockchain Explorer:** The enhanced blockchain explorer will provide more intuitive and powerful features, allowing users and developers to easily query and verify transaction histories. Advanced filtering, search, and analysis features will enable users to quickly find the data they need.
- **Transparency Reports:** To enhance the transparency of the blockchain network, transparency reports will be generated periodically. These reports will include transaction histories, network status, and security audit results,

allowing users and third-party institutions to assess the trustworthiness of the blockchain.

## **D.** Third-Party Integration

- **Integration with Regulatory Bodies:** We will establish a system that enables regulatory bodies to monitor and verify blockchain data in real-time. This will help ensure legal compliance and allow quick adaptation to regulatory environments.
- **Collaboration with Financial Institutions:** Financial institutions will be able to use blockchain data for tasks such as Know Your Customer (KYC), Anti-Money Laundering (AML), and credit assessments. This will enhance the reliability and efficiency of financial services.
- Enterprise Blockchain Solutions: Enterprises will be able to automate and optimize tasks such as supply chain management, logistics tracking, and financial reporting based on blockchain data. This will maximize operational efficiency and reduce costs.

**3) Enhanced Privacy Technologies:** The focus will be on protecting user privacy while maintaining transaction transparency. Technologies such as Zero-Knowledge Proofs will be applied, allowing users to prove the validity of their transactions without revealing specific details.

# A. Zero-Knowledge Proofs (ZKP)

- Advanced ZKP: Zero-Knowledge Proofs are cryptographic techniques that allow users to prove the truth of specific information without revealing the information itself. Show+ Chain will enhance the performance and efficiency of ZKP, applying it to blockchain transactions in a faster and more scalable manner.
- **zk-SNARKs and zk-STARKs:** zk-SNARKs (Zero-Knowledge Succinct Non-Interactive Arguments of Knowledge) and zk-STARKs (Zero-Knowledge Scalable Transparent Arguments of Knowledge) are prominent implementations of ZKP, offering higher efficiency and security. zk-SNARKs enable small-sized proofs and quick verification, while zk-STARKs maximize transparency and scalability.
- **Privacy-Enhanced Transactions:** Using ZKP, users can prove the validity of transactions without disclosing details such as transaction amounts, counterpart addresses, or purposes. This preserves blockchain transparency while protecting transaction details.

#### **B. Next-Generation Privacy Technologies**

- **Homomorphic Encryption:** Homomorphic encryption is a technology that allows computations to be performed on encrypted data without decrypting it. This enables users to maintain their data in an encrypted state while proving transaction validity.
- **Confidential Transactions:** Confidential transactions are a technology that encrypts transaction amounts to prevent them from being publicly disclosed on the blockchain. This protects user assets and enhances privacy.
- **Ring Signatures:** Ring signatures are a technology that ensures the anonymity of the signer by making it appear as though any member of a group could have signed a transaction. This validates the transaction while protecting the signer's identity.
- **Stealth Addresses:** Stealth addresses are a technology used to protect the recipient's address, generating a new address for each transaction to enhance privacy. This makes it difficult to trace transaction histories.

# **C. Balancing Privacy and Transparency**

- Selective Disclosure: Show+ Chain will allow users to selectively disclose specific information as needed. For instance, certain transaction information can be provided only to regulatory authorities or auditors while remaining hidden from general users. This will help maintain a balance between privacy and transparency.
- **Multi-Party Computation (MPC):** MPC is a technology that enables multiple parties to perform joint computations without revealing their data to each other. This secures sensitive data while ensuring the validity of transactions.
- **Decentralized Identity (DID):** DID technology allows users to manage and control their identity information autonomously. This ensures secure identity verification while protecting privacy.
- Secure Multi-Tenancy: A secure multi-tenancy environment will be established within the Show+ Chain ecosystem, allowing different users and organizations to share the same platform while securely protecting their data. This enhances privacy through data isolation.

# **D.** Implementation Examples

- **Privacy-Centric DApps:** Show+ Chain will develop privacy-centric decentralized applications (DApps) that enable users to securely protect their data while using blockchain services. These can be applied in areas where privacy protection is crucial, such as financial transactions, medical information management, and identity verification.
- **Privacy-Enhancing Protocols:** Show+ Chain will introduce privacyenhancing protocols to ensure that all transactions and data exchanges are conducted securely. This will provide consistent privacy protection across the network.

• **Privacy Technologies for Regulatory Compliance:** We will develop technologies that comply with regulatory requirements while protecting user privacy. For example, solutions will be provided to comply with privacy regulations such as the GDPR (General Data Protection Regulation).

**4) AI-Based Real-Time Monitoring:** A real-time monitoring system combining Artificial Intelligence (AI) and Machine Learning (ML) technologies will be implemented to automatically detect suspicious transactions and alert users. This will prevent fraudulent activities and further enhance transaction transparency.

# A. Integration of AI and Machine Learning (ML) Technologies

- **Deep Learning:** Show+ Chain employs deep learning algorithms to analyze transaction patterns and detect anomalies. The deep learning models will learn from large-scale transaction data to distinguish between normal and abnormal transaction patterns, thereby enabling more sophisticated fraud detection.
- **Reinforcement Learning:** Through reinforcement learning, the monitoring system continuously analyzes transaction data in real-time and improves its performance. This allows the system to quickly adapt to new fraud techniques (and detect suspicious transactions with high accuracy.
- Anomaly Detection: ML-based anomaly detection models will learn normal transaction patterns from data and detect any deviations in real-time. This early detection capability enables proactive responses to potential fraud or unusual transactions.

#### **B. Real-Time Data Processing and Analysis**

- **Streaming Data Processing:** Real-time transaction data will be analyzed using streaming data processing technologies. Distributed streaming platforms like Apache Kafka and Apache Flink will enable the real-time collection and processing of large-scale transaction data.
- **In-Memory Computing:** In-memory computing technology will be utilized to maximize data processing speed. Since transaction data is stored and processed in memory, access speeds are accelerated, enabling real-time analysis.
- **High-Performance Computing (HPC):** A high-performance computing infrastructure will be established to rapidly analyze large volumes of transaction data. Hardware acceleration technologies, such as GPUs and FPGAs, will be leveraged to enhance the training and inference speeds of deep learning models.

# C. Automated Alert and Response System

• Notification System: The AI-based real-time monitoring system will immediately alert users and administrators when abnormal transactions are

detected. Alerts will be delivered in real-time through various channels, including email, SMS, and push notifications.

- Automated Response Mechanism: Upon detecting fraudulent activity, the system can automatically take countermeasures. This might include automatically halting suspicious transactions or requiring additional identity verification steps.
- **Dashboard and Reporting:** Administrators will be able to monitor transaction activities via a real-time dashboard and receive detailed reports on abnormal transactions. This facilitates rapid decision-making and response actions.

#### **D.** Continuous Learning and Improvement of AI Models

- **Continuous Learning:** AI models will continuously learn from real-time data, enhancing their performance over time. This allows the models to quickly adapt to new fraud patterns and maintain high accuracy.
- **Feedback Loop:** The AI models will be continually improved based on feedback from users and administrators. This enhances system reliability and improves the overall user experience.
- **Data Augmentation:** Data augmentation techniques will be used to increase the diversity of transaction data. This enriches the training datasets for the models, improving their ability to handle a wide range of scenarios.

# E. Security and Privacy Protection

- **Privacy-Preserving Machine Learning:** To ensure effective monitoring while protecting user privacy, privacy-preserving machine learning technologies will be adopted. These techniques allow for learning and inference without exposing sensitive information.
- Encrypted Data Processing: Homomorphic encryption technology will be applied to enable analysis of transaction data even in its encrypted state. This strengthens data security and privacy.
- Access Control and Auditing: Show+ Chain's AI-based monitoring system will employ robust access control mechanisms to manage data access, with all data access and processing activities being recorded to ensure auditability.

# **Data Integrity**

**1) Quantum Encryption:** The introduction of quantum encryption technology will drastically enhance data security. Quantum encryption offers a significantly higher level of security compared to current encryption technologies, ensuring data integrity.

# A. Principles and Technical Background of Quantum Encryption

- Quantum Key Distribution (QKD): QKD uses the principles of quantum mechanics to securely share encryption keys between two parties. If eavesdropping occurs during the key transmission, the quantum state changes, allowing for immediate detection. This maximizes the security of the key distribution process.
- **Quantum Entanglement:** Quantum entanglement involves the connection of two quantum particles in such a way that the state of one instantly affects the other, no matter the distance between them. This principle is applied in quantum encryption to fundamentally prevent eavesdropping.
- Quantum Random Number Generation (QRNG): The strength of an encryption key heavily relies on the quality of random number generation. Show+ Chain's quantum random number generator produces true random numbers based on the uncertainty principle of quantum mechanics. This provides far more unpredictable keys than traditional generators, thereby enhancing security.

# **B.** Application of Quantum Encryption

- Quantum-Resistant Cryptography: New quantum-resistant cryptographic algorithms are being developed to replace traditional algorithms like RSA and ECC. These offer robust security that can withstand attacks from quantum computers (e.g., Lattice-based Cryptography, Code-based Cryptography, Multivariate Cryptography).
- Quantum Networks: Quantum encryption will be applied to data transmitted over quantum networks, safeguarding data during transmission and enabling ultra-fast data transfer by leveraging the computational power of quantum computers.
- Quantum Encrypted Communication: By encrypting communication data using quantum encryption, eavesdropping and man-in-the-middle attacks can be prevented. This is crucial for secure applications such as financial transactions, military communications, and medical data transmission.

#### C. Advantages of Quantum Encryption

- Absolute Security: Based on the laws of quantum physics, quantum encryption makes eavesdropping and hacking fundamentally impossible, offering a level of security far beyond that of traditional encryption technologies.
- **Future-Proofing:** Quantum encryption provides a security solution that is resistant to advancements in quantum computing, ensuring the protection of data both now and in the future.
- **Rapid Detection:** Through QKD, any eavesdropping attempts can be detected and responded to immediately, enabling swift countermeasures against security threats.

# **D.** Implementation and Operation of Quantum Encryption

- **QKD System:** Show+ Chain's Quantum Key Distribution system transmits keys via quantum channels (fiber optic or free space), supplemented by classical channels. This combination of quantum and classical encryption technologies offers optimal security.
- Quantum Network Infrastructure: Infrastructure supporting quantum encryption, such as quantum repeaters and quantum gateways, will be established to enable long-distance quantum communication.
- **Hybrid Encryption Systems:** A hybrid encryption system combining quantum encryption with traditional encryption technologies will be introduced, maintaining both the security of quantum encryption and compatibility with existing systems.

**2) Enhanced Tamper Resistance:** Show+ Chain's blockchain data structure will become more complex and sophisticated, making data tampering virtually impossible. Real-time synchronization among the nodes of the distributed ledger will allow for immediate detection and defense against any attempts.

# A. Sophisticated Data Structures and Advanced Encryption Technologies

- **Multi-Layer Blockchain Structure:** The blockchain will adopt a multi-layer structure consisting of several independent layers that operate autonomously while maintaining the integrity of the entire system through inter-layer verification mechanisms. This hierarchical structure makes data tampering significantly more challenging.
- Advanced Encryption Technologies: Data will be protected using advanced encryption algorithms, with quantum encryption ensuring the confidentiality and integrity of the data. This offers a much higher level of security compared to current encryption methods.
- **Merkle Tree:** The blockchain will use a Merkle Tree to verify data integrity. Each block's hash value is linked in a tree structure, with the root hash representing the integrity of the entire blockchain. This ensures that all data within the blockchain remains unchanged.

# **B. Real-Time Node Synchronization**

- **Fast Synchronization Protocol:** Synchronization between nodes of the distributed ledger will be achieved in real-time through a fast and efficient protocol, ensuring all nodes maintain the same state with minimal network latency.
- **Optimized P2P Network:** A P2P network optimized with high-performance routing algorithms and network optimization techniques will maximize data

propagation speed, enabling all nodes in the network to quickly share the latest data.

• Scalable Node Architecture: The node architecture will be designed to be scalable, ensuring efficient synchronization even as the network grows. This will allow tamper-resistance features to operate effectively within large blockchain networks.

## C. Detection and Defense Against Tampering Attempts

- **AI-Based Anomaly Detection:** AI and machine learning technologies will be used to analyze network traffic and transaction patterns in real-time, detecting any unusual activity early and enabling rapid response to potential tampering attempts.
- Automated Response Mechanism: Upon detecting a tampering attempt, the system will automatically take countermeasures, such as isolating suspicious nodes or rolling back transactions.
- **Decentralized Verification System:** All transactions and data modifications will be verified by a majority of independent nodes. This ensures that even if a few nodes are compromised, the overall system remains unaffected and tampering attempts are neutralized.
- Security Alert System: If a tampering attempt is detected, real-time alerts will be sent to administrators and users, allowing for immediate action and enhancing the security of the data.

# **D. Blockchain Auditing and Certification**

- **Real-Time Auditing:** Blockchain data will be audited in real-time to verify its integrity. This allows external auditing bodies or regulatory authorities to continuously monitor the state of the blockchain network and detect tampering attempts.
- **Cryptographic Signatures:** All transactions and data modifications will be authenticated through cryptographic signatures, ensuring the origin of the data is verified and tampering is prevented.
- Smart Contract Verification: Smart contracts will be automatically verified before deployment to detect and eliminate security vulnerabilities or malicious code, ensuring the integrity of smart contract-based transactions and applications.
- **Blockchain Interoperability Verification:** An integrated verification system will be introduced to enhance interoperability between blockchains, verifying transaction data across multiple blockchain networks and maintaining consistency. This ensures data integrity in a multi-chain environment.

**3) Decentralized Storage System:** Advanced decentralized storage technologies, such as IPFS (InterPlanetary File System), will be further developed to enhance the stability and accessibility of data stored on the blockchain, ensuring permanent storage and immutability of data.

# A. Improvements in Decentralized Storage Technologies

- **Next-Generation IPFS:** Show+ Chain will develop and implement nextgeneration IPFS technology that overcomes the limitations of the current IPFS, maximizing data transfer speed and stability through higher bandwidth and efficient data distribution for faster data accessibility.
- **IPLD** (**InterPlanetary Linked Data**): IPLD, an extension of IPFS, will be used to represent and interlink various data structures as linked data. This will allow for efficient storage and retrieval of complex data structures.
- **Data Sharding:** Data sharding techniques will be employed to split data into smaller pieces and distribute them across multiple nodes. This will improve the storage and retrieval speed of large datasets and prevent data loss.

## **B.** Stability and Accessibility of Decentralized Storage

- **Multi-Replication:** Data will be replicated across multiple nodes to protect against node failures or data loss, maximizing data availability and stability.
- Automated Recovery Mechanism: In the event of data loss or node failure, an automated recovery mechanism will quickly restore data, ensuring continuity and stability.
- **Physical Distributed Storage:** Data will be stored on physically distributed nodes, protecting against regional failures or natural disasters. This enhances global data accessibility and provides reliable data services across different regions.

# C. Permanent Storage and Immutability of Data

- **Permanent Storage:** The decentralized storage system will ensure that data is stored permanently, preserving it over time without loss. This is ideal for the long-term storage of important data.
- **Immutable Storage:** The combination of blockchain and decentralized storage technology will further strengthen the guarantee of data immutability. Stored data cannot be modified or deleted, ensuring the trustworthiness and integrity of the data.
- Version Control: All changes to the data will be recorded, allowing for recovery to previous versions at any time. This enhances transparency and traceability of data.

#### **D.** Advanced Security and Privacy Protection

- **Encrypted Storage:** All data will be encrypted before storage, protecting it from unauthorized access and enhancing the confidentiality and security of the data.
- Access Control: Show+ Chain's decentralized storage system will enforce strict access control mechanisms, limiting access to data to authorized users only. This protects the privacy of the data and prevents unauthorized access.

## **E. Integration and Operation**

- **Integration with Blockchain:** The decentralized storage system will be integrated with the blockchain, enabling efficient storage and management of data generated on the blockchain. This ensures the integrity and traceability of the data.
- **Hybrid Storage Model:** A hybrid storage model combining blockchain and cloud storage will be introduced, maximizing data stability and scalability while providing flexibility in various storage environments.
- Automated Data Management: AI and machine learning technologies will be utilized to automate processes such as data storage, retrieval, and recovery. This will increase operational efficiency and reduce management costs.

# 2. Automation and Efficiency Enhancement through Smart Contracts

The integrated ecosystem of the Show+ Chain utilizes smart contracts to automate various business logic and enhance transaction efficiency. This is crucial for enabling transactions to occur automatically without intermediaries, reducing transaction costs, and increasing processing speed.

#### Automation

1) Autonomous Execution of Smart Contracts: Smart contracts on the Show+ Chain will go beyond simple condition-based execution to autonomously assess and execute actions based on the situation. This will be possible through AI-integrated smart contracts, enabling them to handle complex business logic.

# A. Integration of Artificial Intelligence (AI)

- **AI Models and Algorithms**: Integrate machine learning models and deep learning algorithms to analyze and learn from input data, enabling autonomous decision-making. This allows smart contracts to handle highly complex business logic and derive optimal outcomes based on the situation.
- **Predictive Analytics**: Use AI-based predictive analytics to forecast future events and automatically adjust or execute contract conditions accordingly. This will be progressively expanded and applied across various service areas within the Show+ Chain ecosystem.

#### **B. Situational Awareness and Autonomy**

- Situational Awareness: Analyze real-time data to recognize current situations and make autonomous decisions based on that data. For example, analyzing IoT sensor data to automatically reorder inventory in Show+ Lamp's supply chain management or initiate compensation procedures in Show+ Bank's insurance contracts upon an accident.
- **Autonomy**: Make autonomous decisions and execute actions based on learned data, transcending predefined rules and conditions, significantly enhancing contract flexibility and efficiency.

# C. Security and Reliability

- **Enhanced Security**: Combine AI with blockchain technology to enhance the security of smart contracts. Smart contracts will encrypt data for storage, execute securely, and use AI to detect and respond to potential security threats in real time.
- **Reliability Assurance**: Increase the reliability of smart contracts by combining blockchain's distributed ledger technology with AI's autonomous judgment capabilities. This ensures that contract parties can trust the accuracy and reliability of contract execution.

## D. Interface and Interoperability

- **User-Friendly Interface**: Provide intuitive user interfaces to make it easier for business users to access and utilize smart contracts. This facilitates the setting up, monitoring, and adjusting of smart contracts.
- **Interoperability**: Support interoperability with various blockchain networks and external systems. This enables data exchange and integration across different systems, ensuring smooth handling of complex business processes.
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- 2) **Integration with IoT**: Smart contracts integrated with IoT devices will make automated decisions based on real-time data. For example, in logistics systems, IoT sensors will monitor delivery status in real-time and automatically execute payment-related smart contracts when conditions are met.

#### A. Real-Time Data Collection and Processing

- **IoT Sensor Networks**: Build IoT sensor networks to collect data in various environments. For example, using sensors in logistics systems to collect real-time data on temperature, humidity, location, vibration, etc.
- **Edge Computing**: Apply edge computing technology to process data in realtime on IoT devices before sending it to central servers. This increases data processing speed, reduces network load, and enables faster decisions.

# **B. Autonomous Execution of Smart Contracts**

- **Condition-Based Execution**: Automatically execute smart contracts when data collected from IoT devices meets contract conditions. For example, if a temperature sensor in a logistics center reports a temperature above a certain threshold, it can automatically send alerts or set alternative routes.
- **Autonomous Judgment**: Utilize AI and machine learning algorithms to analyze data and make autonomous decisions, allowing smart contracts to handle complex situations optimally beyond simple condition-based execution.

## C. Enhanced Security and Reliability

- **Data Encryption**: Encrypt data collected from IoT devices during transmission and storage to prevent data leaks and tampering, maintaining data confidentiality.
- **Blockchain Integration**: Store collected data and smart contract execution records on the blockchain to ensure immutability and transparency. This makes all transactions and status changes verifiable and trustworthy.

## D. Interaction Between Smart Contracts and IoT

- **APIs and Protocols**: Use standardized APIs and protocols for smooth communication between smart contracts and IoT devices, ensuring interoperability among various devices and systems.
- Automated Workflows: Use events from IoT devices as triggers to execute automated workflows. For example, automatically creating orders or processing payments when specific conditions are met.

# Efficiency

1) **High-Speed Processing Engines**: Show+ Chain smart contracts can handle large volumes of transactions swiftly through high-speed processing engines. This is achieved by utilizing hardware acceleration technologies based on GPUs and FPGAs, dramatically enhancing the execution speed of smart contracts.

#### A. GPU-Based Hardware Acceleration

- **Parallel Processing**: Utilize GPUs (Graphics Processing Units) with thousands of cores to enable parallel processing. This allows smart contract computations to be performed in parallel, significantly increasing transaction processing speeds.
- **High-Performance Computing**: GPUs are well-suited for handling complex computations at high speeds, making them ideal for processing large datasets in real-time. This greatly enhances the execution speed of smart contracts.

# B. FPGA-Based Hardware Acceleration

- **FPGA Utilization**: Use FPGAs (Field-Programmable Gate Arrays) to enable hardware-level logic changes, allowing for optimized computations tailored to specific tasks. This helps to enhance processing speeds for specific functions within smart contracts.
- **Low-Power High Performance**: FPGAs offer high performance with relatively low power consumption, ensuring efficient energy use in environments requiring large-scale transaction processing.

# C. Hybrid Architecture

- **CPU-GPU-FPGA Integration**: Implement a hybrid architecture combining CPUs, GPUs, and FPGAs to maximize the strengths of each hardware type. CPUs handle general computations, GPUs manage parallel processing, and FPGAs perform specialized operations, optimizing overall system efficiency.
- **Dynamic Allocation**: Analyze workloads in real-time and dynamically allocate tasks to the most suitable hardware resources, optimizing resource usage to enhance processing speeds.

# D. High-Speed Network Interfaces

- **RDMA** (**Remote Direct Memory Access**): Utilize RDMA technology to enable direct memory-to-memory data transfers without CPU intervention, reducing network latency and significantly increasing data transfer speeds.
- **High-Speed Ethernet**: Employ high-speed Ethernet (100GbE and above) for rapid transmission of large volumes of transaction data, accelerating data synchronization across distributed systems.

# **E. Distributed Databases**

- **NoSQL Databases**: Use distributed NoSQL databases to enable fast storage and retrieval of transaction data, handling large-scale data efficiently.
- **In-Memory Databases**: Implement in-memory databases to maximize data access speeds and significantly enhance transaction processing speeds.
- 2) Gas Fee Optimization: New cost-saving algorithms and efficient execution environments are introduced to optimize the gas fees required for executing smart contracts. This minimizes transaction costs and provides more benefits to users.

# A. Cost-Saving Algorithms

- **Optimized Smart Contract Design**: Design smart contract code efficiently to reduce unnecessary computations and complexity, improving code simplicity and execution speed, thus lowering gas fees.
- **On-Chain and Off-Chain Computation Separation**: Perform only essential computations on-chain and handle other computations off-chain. This reduces on-chain operations and helps decrease gas fees.

#### **B. Efficient Code Execution Environment**

- **Virtual Machine Optimization**: Optimize the smart contract execution environment to increase code execution speed and reduce gas fees, improving the efficiency of virtual machines and lowering transaction processing costs.
- WebAssembly (WASM) Based Smart Contracts: Build blockchain environments capable of executing WASM-based smart contracts, providing higher performance and efficiency than traditional virtual machine environments, thereby drastically reducing execution costs.

## C. Gas Fee Prediction and Management Tools

- **Gas Fee Prediction Models**: Use machine learning algorithms to apply gas fee prediction models, helping users execute transactions at optimal times. This reduces fee volatility and allows users to execute transactions at lower gas costs.
- Automated Gas Fee Adjustment: Implement automated tools that monitor gas fees in real-time and adjust them to optimal levels during smart contract execution, minimizing transaction processing costs.
- 3) **Smart Contract Library:** Provide standardized smart contract libraries to enable developers to reuse secure and validated code. This accelerates development and reduces errors, maximizing efficiency.

# A. Provision of Standardized Smart Contract Libraries

- **Reusable Modules**: Offer modularized standard functions, such as token creation, asset management, and payment processing, in smart contract libraries. This allows developers to reuse validated code for faster development.
- **Validated Code Base**: Ensure libraries consist only of thoroughly validated code proven for security and stability, reducing potential security vulnerabilities during smart contract development.

#### **B. Enhanced Security and Reliability**

- **Code Audits**: Conduct regular code audits to identify and rectify security vulnerabilities, enhancing the reliability of the code and ensuring secure smart contract execution.
- **Open Source Access**: Provide smart contract libraries as open source, enabling global developers to review and improve the code within the Show+ Chain network, thus enhancing code transparency and security.

# C. Faster Development Speed

- **Rapid Development Cycle**: Utilize standardized libraries to facilitate rapid development by reusing validated code, thus shortening the overall development cycle.
- **Drag-and-Drop Interface**: Some smart contract libraries offer a drag-and-drop GUI (Graphical User Interface) to visually construct and assemble code, allowing non-experts to easily create smart contracts within the Show+ Chain network.

## D. Testing and Simulation

- **Integrated Testing Environment**: Provide an integrated testing environment to test written smart contracts across various scenarios, increasing the reliability and stability of the code.
- **Simulation Tools**: Use simulation tools to run trials of smart contract execution, identifying and addressing potential issues before actual deployment, thereby reducing the likelihood of errors.

# **E. Documentation and Training Materials**

- **Comprehensive Documentation:** Provide detailed documentation and examples to help users easily understand and utilize the library. This reduces the learning curve and increases productivity.
- **Training Materials and Tutorials:** Support users with various educational materials and tutorials to efficiently use standardized libraries. This promotes the growth of the development community.
- 4) **Automated Legal Compliance**: Design smart contracts to automatically adhere to legal regulations, ensuring transactions comply with regulations in various countries. This reduces legal risks and supports smooth international business operations.

#### A. Integration of Legal Regulations

- **Regulatory Compliance Modules**: Implement modules reflecting legal regulations and compliance requirements of different countries in smart contracts. These modules update regulations in real-time and ensure the smart contracts comply automatically.
- **Regulatory Database Integration**: Integrate with global regulatory databases to reflect the latest legal regulations in real-time. This enables quick responses to regulatory changes in different countries.

#### **B. Automated Regulatory Verification**

• **Real-Time Regulatory Verification Engine**: Use a regulatory verification engine to check in real-time if each transaction complies with legal regulations

during smart contract execution. This ensures transactions remain within regulatory requirements.

• **Dynamic Rule Application**: Apply dynamic rules in the regulatory verification engine to automatically adjust whenever transaction conditions or regulatory requirements change.

#### C. Legal Document Automation

- **Smart Contract Templates**: Provide templates for smart contracts that meet legal requirements, facilitating the easy integration of legal conditions. Using standardized templates reduces legal risks.
- Electronic Signatures and Notarization: Utilize electronic signatures and blockchain-based notarization systems to automatically generate and validate legal documents. This allows for the swift issuance of legally binding documents.

## D. Regulatory Reporting and Auditing

- Automated Regulatory Reporting: Support the automatic generation and submission of reports required by regulatory authorities. This continuously monitors compliance status and provides necessary data to maintain legal transparency.
- Audit Trail: Record an audit trail of all transactions using blockchain technology, making legal reviews and audits easier. This ensures transaction integrity and transparency.

# **Impact of the Show+Chain Integrated Ecosystem on Future Finance**

# 1. Spread of decentralized finance (DeFi)

The integrated ecosystem of Show+ Chain promotes the expansion of decentralized finance (DeFi) services and enhances the accessibility of financial services.

#### Advancements in Decentralized Finance (DeFi)

 Advancement of Smart Contracts: Utilizing more sophisticated smart contracts to provide automated financial services. This maximizes the efficiency of financial transactions and processes transactions swiftly and securely without intermediaries. Smart contracts support automated loans, insurance, and derivative trading, executing automatically when conditions are met.

# A. Sophisticated Smart Contract Design

- **Modular Smart Contract Structure**: Modularize smart contracts to flexibly apply them to various financial services. Each module performs specific financial functions and can be combined to handle complex transactions as needed.
- **Stateful Contracts**: Introduce stateful contracts that continuously track and manage the state of transactions. This updates the state automatically as transaction conditions change and executes the contract when conditions are met.

## **B. Automated Financial Services**

- **Automated Loans**: Provide automatic loan services through smart contracts. Once loan conditions are met, the loan amount is automatically disbursed and repayment is handled according to the schedule.
- Automated Insurance Claims: Automatically pay insurance claims when contract conditions are met. This streamlines the insurance claim process and increases processing speed.
- **Derivative Trading**: Automate complex derivative trading through smart contracts. For instance, options and futures contracts are automatically executed and settled based on predefined conditions.

# C. Advanced Algorithms and Data Integration

- AI and Machine Learning: Integrate AI and machine learning algorithms into smart contracts to analyze and predict transaction conditions. This supports better decision-making and enhances transaction efficiency.
- **Data Oracles**: Integrate external data sources with blockchain to enable smart contracts to operate based on real-time data. This includes financial market data, weather information, credit ratings, etc.

# D. Enhanced Security and Reliability

- **Formal Verification**: Perform formal verification of smart contract code to identify and correct potential errors and vulnerabilities in advance. This ensures the reliability and safety of smart contracts.
- **Multi-Signature**: Introduce multi-signature functionality for critical transactions, requiring multiple parties' approvals. This enhances the security of transactions.

# E. Regulatory Compliance and Compliance

• Automated Regulatory Compliance: Integrate legal regulations and compliance requirements into smart contracts to ensure transactions automatically comply with regulations. This reduces legal risks and increases reliability.

- **Real-Time Auditing and Reporting**: Audit transactions in real-time during smart contract execution and automatically generate required regulatory reports.
- 2) **Synthetic Assets**: Synthetic assets are digital assets based on real assets, offering access to various assets. They support issuing and trading synthetic assets like stocks, real estate, and commodities, enabling investors to diversify their investments.

## A. Issuance of Synthetic Assets

- **Smart Contract-Based Issuance**: Issue synthetic assets automatically through smart contracts. Smart contracts define the issuance conditions and automatically create assets when these conditions are met.
- **Collateral Management**: Manage collateral assets to back the value of synthetic assets. Smart contracts monitor collateral value in real-time and adjust collateral automatically if necessary.

## **B. Price Tracking and Data Integration**

- **Oracle Integration**: Use oracle services to integrate real asset price data into the blockchain. This enables real-time tracking of synthetic asset prices and accurate reflection of market values.
- Various Data Sources: Integrate diverse data sources to determine synthetic asset prices, including stock market data, real estate prices, commodity prices, etc.

# C. Synthetic Asset Trading Platforms

- **Decentralized Exchanges (DEX)**: Trade synthetic assets on various decentralized exchanges. This enables direct trading without intermediaries, reducing transaction costs.
- **Liquidity Pools**: Build liquidity pools to support synthetic asset trading. Liquidity providers (LPs) supply assets to the pools and receive rewards through trading fees.

# D. Automated Market Makers (AMM)

- **AMM Algorithms**: Use automated AMM algorithms to adjust synthetic asset trading automatically. This adjusts prices in real-time based on supply and demand to ensure liquidity.
- **Price Stabilization Mechanisms**: Implement stabilization mechanisms within AMM algorithms to reduce price volatility. This prevents slippage from large trades.

## **Expansion of Financial Inclusion**

1) **Mobile Financial Services**: Advances in mobile technology allow users to access financial services through smartphones anytime and anywhere. This enhances financial inclusion by providing services to those without traditional bank accounts. Services include mobile banking, P2P lending, and cryptocurrency wallets.

# A. P2P Lending

- **Smart Contract-Based Lending**: Automate P2P lending through blockchainbased smart contracts, enabling quick execution of loans without intermediaries. Loans are automatically disbursed and managed based on contract conditions.
- **Credit Scoring Algorithms**: Use machine learning algorithms to assess borrower credit and set loan terms, offering a more accurate and fair evaluation than traditional methods. For example, analyze payment records, social media activity, and transaction history.
- **Bank Account-Less Users**: Enable users without bank accounts to access financial services through mobile finance, increasing financial inclusion and expanding economic opportunities.
- **Low-Cost Financial Services**: Reduce operational costs via mobile technology, providing low-cost financial services to a broader audience.
- **Microloans and Microfinance**: Offer small loans and microfinance services, allowing low-income individuals and those with poor credit ratings to access credit, fostering economic growth and self-sufficiency.
- Automated Loan Matching: Automatically match lenders and borrowers based on loan conditions using smart contracts, speeding up transactions.

# **B. Global Financial Services**

- **International Remittances**: Facilitate inexpensive and fast international remittances via mobile apps, providing greater efficiency and cost-effectiveness compared to traditional bank transfers.
- **Multinational Payments**: Use cryptocurrency wallets for easy global payments, promoting transactions between international businesses and individuals.

# C. Cryptocurrency Wallets

- **Multi-Coin Support**: Provide multi-coin wallets to securely manage various cryptocurrencies, enabling users to store and transact in multiple digital assets.
- **QR Code Payments**: Utilize QR codes for easy cryptocurrency payments, allowing quick and secure transfers.

# D. Security and Data Protection

- **End-to-End Encryption**: Enhance security with end-to-end encryption for all financial transactions and data transfers, ensuring data integrity and confidentiality.
- **Two-Factor Authentication (2FA)**: Implement 2FA to add an additional layer of security for account protection.

## E. Enhanced User Experience (UX)

- **Personalized Notifications**: Provide real-time notifications for transaction history, balance changes, and promotions, making it easier to manage financial activities.
- **AI Chatbot Support**: Offer 24/7 customer support through AI-based chatbots, ensuring users receive assistance at any time.
- 2) **Low-Cost Financial Services:** Decentralized finance (DeFi) services greatly reduce transaction costs by eliminating intermediaries, benefiting users engaged in frequent small transactions or remittances and improving financial service accessibility.

#### A. Reduction in Transaction Costs

- Elimination of Intermediaries: Traditional financial services involve intermediaries like banks and payment processors that impose fees. DeFi services cut out these intermediaries, significantly reducing transaction costs.
- Gas Fee Optimization: Implement cost-saving algorithms and efficient code execution environments to minimize gas fees associated with smart contract execution, lowering transaction costs.

#### **B. Advantages for Small Transactions and Remittances**

- **Support for Microtransactions**: DeFi services are optimized for small transactions, handling them without high fees. This is particularly beneficial for everyday small payments or microtransactions.
- **Reduced International Remittance Costs**: DeFi services offer low-cost crossborder remittances, minimizing high fees and exchange rate differences typically associated with international money transfers.

# 2. Activation of Digital Asset Trading

The integrated ecosystem of the Show+ Chain promotes the activation of digital asset trading and enhances asset liquidity.

#### **Advancement of Digital Assets**

**1.** Evolution of Tokenization Technology: The core of digital asset trading is the tokenization of assets. Through more sophisticated and secure tokenization technology, various types of assets, such as real estate, art, and financial products, can be converted into advanced digital tokens. This technology, combined with smart contracts, enables automated trading and asset management.

# A. Development of Tokenization Concepts

- **Definition of Digital Tokens**: Digital tokens are digital assets issued on a blockchain that represent real-world assets. They enable the digital representation and trading of asset ownership.
- Advanced Token Standards: Beyond existing token standards such as ERC-20, ERC-721, and ERC-1155, new token standards providing more refined functionalities are being developed. The Show+ Chain accommodates various token standards that efficiently express complex asset attributes.

# **B.** Digital Tokenization of Assets

- **Real Estate Tokenization**: Converting real estate assets into digital tokens allows small investors to participate in the real estate market. This increases the liquidity of real estate and expands investment accessibility.
- Art Tokenization: Issuing high-value artworks as digital tokens allows the fragmentation and trading of art ownership. This enhances transparency in the art market.
- **Financial Product Tokenization**: Issuing financial products like bonds, stocks, and derivatives as digital tokens makes them accessible to a broader range of investors.

# C. Sophisticated and Secure Tokenization Technology

- **Integration of Smart Contracts**: Smart contracts automate the tokenization of assets and define trading conditions in advance for automatic execution. This improves the reliability and efficiency of transactions.
- **Enhanced Security**: Advanced encryption technology and multi-signature features are introduced to secure tokenized assets, ensuring asset integrity and ownership protection.
- **Tokenization Platforms**: Decentralized tokenization platforms facilitate easy tokenization and trading of assets, allowing users to tokenize and trade assets with ease.

# **D.** Automated Trading and Asset Management

• **Automated Trading Systems**: Smart contracts support the automatic trading of assets. Transactions are executed automatically when conditions are met, enhancing transaction speed and efficiency.

- Asset Management Tools: Digital tools for managing tokenized assets provide automatic processing of ownership transfers, dividend payments, and asset valuation.
- 2. Synthetic Assets and Derivatives: Synthetic assets and derivatives are digital assets based on real-world assets, offering investors more investment opportunities. The digitization of the derivatives market provides new ways for risk hedging and profit generation.

# A. Digitization of Derivatives

- **Digital Derivatives Trading Platforms**: Decentralized platforms for trading digital derivatives allow investors to trade directly without intermediaries. This reduces transaction costs and increases accessibility.
- Automatic Execution via Smart Contracts: When conditions for derivative transactions are met, smart contracts automatically execute and settle trades. This enhances transaction reliability and efficiency.

## **B. Risk Hedging and Profit Generation**

- **Risk Hedging Tools**: Synthetic assets and derivatives enable investors to develop risk hedging strategies. For example, synthetic stocks can be used to hedge against declines in the stock market.
- **Profit Generation Opportunities:** Various derivatives provide investors with new profit-generation opportunities, including options, futures, and swaps.

# **Future Outlook of the Show+ Chain Integrated Ecosystem**

After the Show+ Chain integrated ecosystem establishes itself in the global market, blockchain technology and the financial industry will experience the following changes:

#### 1. Advancement of Blockchain Technology

- **Enhanced Scalability**: As the Show+ Chain ecosystem grows, the scalability of the blockchain network will become increasingly critical. To address this, high-performance consensus algorithms and sharding technology will be implemented.
- **Interoperability**: The interoperability among various blockchain networks will be strengthened, allowing for the free movement of assets and data. This will be realized through technologies such as cross-chain bridges.

#### 2. Innovation in Financial Services

- **Real-Time Payment Systems**: Blockchain-based real-time payment systems will become widespread, enabling global financial transactions to be executed swiftly and securely.
- **Automation through Smart Contracts**: Many aspects of financial services will be automated through smart contracts, enhancing efficiency and reliability.
- **Decentralized Financial Services**: The expansion of DeFi services will reduce the cost of financial services and increase accessibility for a broader population.

## 3. Changes in the Global Economy

- **Financial Inclusion**: The Show+ Chain integrated ecosystem will provide financial services accessible from anywhere in the world, enhancing financial inclusion and driving economic growth.
- **New Economic Models**: New economic models based on digital assets and decentralized finance will emerge, potentially replacing traditional financial systems.
- **Shifts in Investment Environment**: The global investment environment will shift towards digital asset trading, allowing more investors to participate in the market.

**Summary:** The Show+ Chain integrated ecosystem leverages blockchain technology to enhance data transparency and security, while providing innovative fintech solutions through smart contracts and tokenization. It will rapidly disrupt the domains of traditional financial institutions and lead the way in establishing a new financial paradigm. By offering a globally accessible platform, the Show+ Chain ecosystem will bring innovation to the global financial market. Future blockchain technology and the financial industry will evolve into more transparent, efficient, and inclusive systems under the influence of the Show+ Chain.

# "Show+AI": Differentiated AI Technology in the Show+ Chain Ecosystem

The Show+ Chain ecosystem extensively utilizes artificial intelligence (AI) technologies, including deep learning, to enhance platform functionalities and maximize user experience.

# 1. Show+Lamp: A New Paradigm in E-Commerce Platforms

#### **Deep Learning-Based Product Recommendation System**

1) **Recommendation Algorithms**: By analyzing user behavior data with deep learning models, personalized product recommendations are provided. The recommendation algorithms analyze users' past purchase history, search history, click patterns, and more to suggest highly relevant products.

# A. Deep Neural Networks (DNN)

- Algorithm Overview: DNNs are neural networks with multiple hidden layers that learn complex patterns from user behavior data. They learn vectors representing users and items to predict products users are likely to enjoy.
- Application Methods:
  - **Fully Connected Layers**: Each layer is connected to all neurons in the previous layer, enabling the learning of complex non-linear relationships.
  - **Dropout**: A regularization technique that randomly deactivates some neurons to prevent overfitting.
  - Activation Functions: Functions such as ReLU, Sigmoid, and Tanh introduce non-linearity into the model.
- **Practical Application**: By processing various behavioral data like click patterns, search histories, and purchase records, DNN predicts user preferences and offers personalized recommendations.

#### **B.** Matrix Factorization

- Algorithm Overview: This technique decomposes the user-item rating matrix into two lower-dimensional matrices to learn latent factors of users and items.
- Application Methods:
  - **Singular Value Decomposition** (SVD): A commonly used technique that decomposes the user-item matrix to extract latent factors.
  - **Regularization**: Applied to prevent overfitting.
  - Stochastic Gradient Descent (SGD): A variant of gradient descent used to optimize the parameters of matrix factorization.
- **Practical Application**: By using rating data, Matrix Factorization predicts and recommends products users are likely to prefer. For example, users who prefer products in one category may be recommended similar items from other categories.

#### C. Convolutional Neural Networks (CNN)

- Algorithm Overview: Although CNNs are primarily used for image data, they are also effective for text and time-series data. CNNs analyze unstructured data like product images and user reviews to recommend relevant products.
- Application Methods:
  - **Convolutional Layers**: Apply filters to extract local features from input data.
  - **Pooling Layers**: Reduce dimensions of the Convolutional Layer output to increase computational efficiency.

- **Feature Maps**: Filters learn specific patterns in input data, generating various feature maps.
- **Practical Application**: Used to analyze product images for recommending similar products or analyzing user review texts for relevant product recommendations. For instance, users frequently viewing clothes of a certain style can be recommended similar styles.

## **D.** Recurrent Neural Networks (RNN)

- Algorithm Overview: RNNs are suitable for processing sequence data, using previous step outputs as inputs for the next step. They analyze sequences of user behavior to learn temporal changes in user preferences.
- Application Methods:
  - **LSTM (Long Short-Term Memory)**: A variant of RNN designed to learn long-term dependencies and address gradient vanishing problems.
  - **GRU** (**Gated Recurrent Unit**): Similar to LSTM but with a simpler structure, offering faster learning speeds.
- **Practical Application**: Analyzes sequences of user behavior to provide personalized recommendations based on changes in user preferences over time. For example, recommending products in a specific category that users frequently purchase during certain times of day.

The recommendation algorithms in Show+ Lamp utilize deep learning models such as DNN, Matrix Factorization, CNN, and RNN to analyze user behavior data and provide personalized product recommendations. These algorithms leverage various data sources like click patterns, search histories, and purchase records to maximize the accuracy and efficiency of recommendations. This approach will enhance the competitiveness of the Show+ Chain ecosystem and contribute to increased user satisfaction.

2) **Trend Prediction**: Utilizing time-series prediction models to forecast trend changes in real-time and support influencers in recommending products that reflect the latest trends.

#### A. LSTM (Long Short-Term Memory)

- Algorithm Overview: LSTM, a variant of RNN, is designed to capture longterm dependencies and is effective for modeling long-term patterns in timeseries data, making it advantageous for trend prediction.
- Application Methods:
  - **Time-Series Data Analysis**: Convert user behavior data (search histories, click patterns, purchase records) into time-series data to learn patterns over time.
  - **Long-Term Pattern Learning**: Utilize LSTM's cell state and gate structures to learn long-term dependencies and analyze how past data affects future trends.

• **Real-Time Prediction**: Predict trends in real-time based on the trained model, enabling influencers to recommend products that reflect current trends.

# **B. GRU (Gated Recurrent Unit)**

- Algorithm Overview: GRU, while similar to LSTM, features a simpler structure that allows for faster training and efficient processing of time-series data with lower memory usage.
- Application Methods:
  - **Data Efficiency**: GRU reduces the complexity of time-series data and efficiently learns significant patterns.
  - **Fast Learning**: The simplified gate structure of GRU provides rapid learning speeds, making it suitable for real-time trend prediction.
  - **Real-Time Trend Reflection**: Analyzes the latest user behavior data in real-time to swiftly reflect changing trends.

# **C. Practical Application**

# i) Real-Time Trend Prediction

- User Data Collection: Collect user behavior data in real-time from the Show+ Chain platform, including search histories, click patterns, and purchase records.
- **Data Preprocessing**: Convert the collected data into time-series format and preprocess it by removing noise to make it suitable for analysis.
- **Model Training**: Use LSTM and GRU models to predict future trends based on past behavior data, learning significant patterns to enhance prediction accuracy.
- **Trend Prediction and Reflection**: Predict real-time trends based on the trained model and provide influencers with information on product recommendations reflecting current trends. This assists users in receiving product suggestions aligned with the latest trends.

# ii) Supporting Influencers

• **Trend Analysis Reports**: Analyze predicted trends in real-time and provide influencers with reports on trend changes, enabling them to recommend products and create content reflecting the latest trends.

• Automated Product Recommendations: Combine influencer content with user behavior data to automatically recommend products matching current trends. This supports influencers' marketing activities and maximizes user engagement.

# iii) Personalized Trend Recommendations

- **User-Customized Trends**: Predict personalized trends based on each user's behavior data, reflecting their individual preferences and interests for higher recommendation accuracy.
- Seasonal Trend Prediction: Forecast trends tailored to specific seasons or events, helping users receive recommendations for products suitable for particular times of the year.

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**Summary**: In Show+ Lamp, deep learning models like LSTM and GRU are employed for trend prediction by analyzing time-series data and forecasting trend changes in real-time. These predictive models support influencers in recommending products aligned with the latest trends, offering users a personalized shopping experience. This approach maximizes the accuracy and efficiency of trend predictions and enhances user satisfaction within the Show+ Chain ecosystem.

# **Image Recognition and Analysis**

1) **Content Analysis:** Using deep learning-based image recognition technology to analyze influencer content and automatically identify products associated with the content, providing users with tailored product recommendations and shopping experiences.

# A. Convolutional Neural Networks (CNN)

• Algorithm Overview: CNNs are powerful deep learning models for extracting features from image data and recognizing patterns. They learn visual features of images through multiple convolutional and pooling layers.

# • Application Methods:

- **Convolutional Layers**: Use filters to extract local features from images, with each filter recognizing specific patterns or edges.
- **Pooling Layers**: Reduce the dimensions of the feature maps from Convolutional Layers to improve computational efficiency and provide spatial invariance.
- **Fully Connected Layers**: Connect final feature maps to a classifier for image classification tasks.
- **Practical Application**: Analyze influencer image content to automatically identify products appearing in the images. For instance, recommend similar clothing or accessories worn by fashion influencers.

## **B. YOLO (You Only Look Once)**

- Algorithm Overview: YOLO is an object detection algorithm that processes images in one go to detect and classify objects quickly and efficiently. It can detect multiple objects in real-time from images or videos.
- Application Methods:
  - **Grid Division**: Divide the image into SxS grids and predict objects in each grid cell.
  - **Bounding Box Prediction**: Predict one or more bounding boxes in each grid cell to specify the location and size of objects.
  - **Class Probability Prediction**: Predict the probability of each bounding box belonging to a specific class to classify objects.
- **Practical Application**: Analyze influencer video content to detect products in real-time. For example, automatically recommend beauty products used by beauty influencers.

## **C. Practical Application**

#### i) Fashion Content Analysis

- **Image Analysis**: Use CNN models to analyze fashion influencer images, identifying fashion items like clothing, shoes, and accessories, and recommending similar products.
- Video Analysis: Detect fashion items worn by influencers in real-time using YOLO and recommend products from the same brands or similar items.

#### ii) Beauty Content Analysis

- **Image Analysis**: Identify cosmetics used in makeup tutorial images posted by beauty influencers using CNN, extracting brand and product information for recommendations.
- Video Analysis: Use YOLO to detect all cosmetics used in makeup videos in real-time, automatically adding these products to the recommendation list.

# iii) Lifestyle Product Content Analysis

- **Image Analysis**: Analyze images posted by lifestyle influencers using CNN to identify items like electronics and kitchenware, recommending similar products based on frequently viewed items.
- Video Analysis: Detect kitchenware and ingredients used in cooking videos with YOLO, automatically recommending these products.

## → Visual Analysis and Search Capabilities in Show+ Lamp

Show+ Lamp utilizes CNN and YOLO algorithms to analyze influencer content and automatically identify related products. CNN extracts features from image content to identify products, while YOLO detects multiple objects in video content in real-time. This approach accurately recommends products related to influencer content across various categories such as fashion, beauty, and home goods, maximizing user experience and enhancing the competitiveness of the Show+ Lamp ecosystem.

## 2) Visual Search: Providing Image-Based Product Discovery

#### A. Siamese Network

- Algorithm Overview: The Siamese Network is a neural network structure that measures the similarity between two input images. It is used to determine if two images belong to the same class and is commonly applied in tasks such as face recognition and signature verification.
- Application Methods:
  - **Twin Neural Network Structure**: The Siamese Network consists of two identical neural networks that process each input image separately. These networks share the same weights, ensuring that the same feature extraction process is applied to both images.
  - **Feature Vector Extraction:** Each neural network extracts feature vectors from the input images. These vectors represent the unique visual patterns of the images.
  - **Similarity Measurement**: The similarity between the two feature vectors is measured using distance metrics (e.g., Euclidean distance, cosine similarity). A smaller distance indicates higher similarity between the images.

#### **B.** Practical Applications

#### i) Fashion Visual Search

- User Image Upload: Users upload an image of a fashion item they are interested in.
- **Feature Vector Extraction**: The first neural network extracts feature vectors from the uploaded image.
- **Product Image Comparison**: The second neural network extracts feature vectors from each fashion product image in the database.
- **Similarity Evaluation**: The similarity between the uploaded image and database product images is measured to recommend the most similar products.

#### ii) Beauty Visual Search

- **Cosmetics Image Upload**: Users upload an image of a specific cosmetic product.
- **Feature Vector Extraction**: Feature vectors from the uploaded image are extracted using the Siamese Network.
- Similar Cosmetics Recommendation: The system compares these vectors with those of cosmetic images in the database to recommend similar products.

#### iii) Home Appliances Visual Search

- **Appliance Image Upload**: Users upload an image of a home appliance they are interested in.
- **Feature Vector Extraction**: Feature vectors from the uploaded image are extracted and compared with those of home appliance images in the database.
- **Similarity Evaluation**: The system identifies and recommends home appliances most similar to the uploaded image.

## **C. Implementation Details**

## i) Data Preprocessing

- **Image Normalization**: All input images are resized to a uniform dimension and pixel values are normalized to improve the learning efficiency of the neural network.
- **Data Augmentation**: Techniques such as image rotation, translation, and scaling are applied to increase data diversity.

#### ii) Model Training

- **Pair Data Construction**: Pairs of images are created and labeled for training, indicating whether they belong to the same class.
- **Loss Function**: Contrastive Loss is used to measure similarity between image pairs, training the network to bring similar images closer and push dissimilar ones further apart.

#### iii) Real-Time Search

- **Feature Vector Storage**: Feature vectors for all product images in the database are pre-computed and stored.
- Search Request Handling: When a user uploads an image, its feature vector is computed in real-time and compared with stored vectors to find similar products.

→ Show+ Lamp utilizes the Siamese Network to provide visual search functionality. This algorithm measures the similarity between user-uploaded images and product images within the database, recommending highly relevant products. By doing so, it maximizes user experience and offers a personalized shopping journey, thereby enhancing the competitive edge of the Show+ Lamp ecosystem.

# 2. Show+Pay: Low Volatility, High Scalability, Secure Payment Solutions

#### Deep Learning-Based Risk Management

1) **Fraud Detection**: Real-time transaction data is analyzed to detect anomalous transactions and prevent potential fraud. Deep learning models predict the likelihood of fraud through pattern recognition and detection of abnormal behavior.

## A. Anomaly Detection Models

- Algorithm Overview: Anomaly detection models are used to identify data that deviates from normal patterns. They evaluate the likelihood of fraud by detecting unusual behavior in transaction data.
- Application Methods
  - Statistical Methods: Detect anomalies based on the distribution of transaction data.
  - **Density-Based Methods:** Identify anomalies by calculating the density of data points and flagging those with abnormally low density.

#### B. CNN (Convolutional Neural Networks)

- Algorithm Overview: CNNs, typically used for image processing, are also effective for analyzing time-series data. Transaction patterns can be visualized and analyzed using CNNs.
- Application Methods
  - **Feature Extraction**: Extract features from images that visualize transaction data.
  - **Anomaly Pattern Detection**: Use CNNs to detect anomalous patterns that differ from normal patterns.

#### C. RNN (Recurrent Neural Networks)

- **Algorithm Overview**: RNNs are well-suited for analyzing time-series data due to their ability to learn sequential data. They capture the flow of data over time.
- Application Methods
  - Learning Temporal Dependencies: Detect anomalous patterns by learning the temporal dependencies in transaction data.

• LSTM (Long Short-Term Memory) and GRU (Gated Recurrent Unit): Use LSTM and GRU models to handle long-term dependencies effectively.

## D. Autoencoder

• Algorithm Overview: Autoencoders are unsupervised learning algorithms that efficiently compress and reconstruct input data. Anomalies are detected based on reconstruction errors.

# • Application Methods

- **Data Compression and Reconstruction**: Measure reconstruction errors during the compression and reconstruction of transaction data.
- Anomaly Detection: Consider data with large reconstruction errors as anomalies to assess potential fraud.

## **E. Practical Applications**

- Real-Time Transaction Analysis
  - Data Collection: Collect user transaction data in real-time.
  - Feature Extraction and Preprocessing: Visualize transaction patterns using CNN and extract features.
  - Anomaly Detection: Analyze time-series data flow using RNN and measure reconstruction errors with Autoencoders to detect anomalies.

## • Abnormal Behavior Detection

- User Profiling: Create profiles based on learned normal user behavior patterns.
- **Abnormal Behavior Detection**: Compare new transaction data with existing profiles to detect abnormal behavior.

#### • Fraud Pattern Identification

- **Transaction Pattern Analysis**: Use CNN to analyze visualized transaction patterns and identify fraud patterns.
- **Continuous Pattern Detection**: Detect anomalies in sequential transaction data using RNN.

#### **F. Implementation Details**

- Data Preprocessing
  - Normalization and Standardization: Normalize transaction data to improve model learning efficiency.
  - **Data Augmentation**: Enhance model generalization by generating diverse transaction scenarios.

- Model Training
  - **CNN Training**: Input images visualizing transaction patterns into CNNs to learn features.
  - **RNN Training**: Input time-series transaction data into RNNs to learn temporal dependencies.
  - Autoencoder Training: Input normal transaction data into Autoencoders to learn compression and reconstruction processes.
- Real-Time Monitoring and Response
  - **Real-Time Data Streaming**: Monitor and analyze transaction data in real-time.
  - Anomaly Alert System: Automatically generate alerts for administrators when anomalies are detected.
  - Automated Response System: Use smart contracts to automatically block suspicious transactions or request additional authentication.

The deep learning algorithms applied for fraud detection in Show+Pay include powerful models such as CNN, RNN, and Autoencoder. These algorithms analyze real-time transaction data to detect abnormal patterns and effectively prevent fraudulent activities. This approach enhances the security and reliability of transactions, playing a critical role in protecting the financial ecosystem of Show+Chain.

2) **Credit Evaluation:** The financial data of users is analyzed to assess individual credit scores. The deep learning models comprehensively analyze factors such as loan repayment ability and spending patterns to provide accurate credit evaluations.

## A. MLP (Multilayer Perceptron)

- Algorithm Overview: MLP is a feedforward neural network with multiple hidden layers **designed** to learn nonlinear relationships in input data. It learns and integrates various features necessary for credit evaluation to produce a credit score.
- Application Method:
  - **Input Data Composition**: The user's financial data (transaction history, loan records, repayment records, etc.) is used as input.
  - Feature Extraction and Learning: MLP processes the input data at each hidden layer to extract key features and predicts the credit score in the final output layer.
  - Normalization and Activation Functions: Learning efficiency is enhanced through data normalization, and nonlinearity is modeled using activation functions like ReLU.

## **B. GNN (Graph Neural Networks)**

- Algorithm Overview: GNN is a neural network specialized in processing graph-structured data composed of nodes (entities) and edges (relationships). It performs credit evaluation by considering the relationships between users in a financial network.
- Application Method:
  - **Graph Structure Definition:** User-related financial transaction data is structured into a graph with nodes and edges. For example, financial transactions between users are represented by edges, and each user is represented by a node.
  - **Graph Embedding:** GNN is used to learn the embedding vectors of each node, which contain various information, including the user's financial status and relationships.
  - **Credit Score Prediction:** The credit score is predicted based on the learned embedding vectors, enabling a reliable credit evaluation that reflects the user's position and relationships within the financial network.

## **C. Practical Application**

- i) User Credit Score Calculation
  - **Data Collection**: Collect financial data from users, including transaction history, loan records, and repayment records.
  - **MLP Learning**: The collected data is input into the MLP to predict each user's credit score, learning from individual financial activity patterns.
  - **GNN Learning**: Construct a graph of the financial transaction network among users and use GNN to learn the graph embedding of each user. This further evaluates the user's credit score.
- ii) Sophisticated Credit Analysis
  - **MLP-Based Credit Evaluation**: MLP is used to analyze individual financial activities and calculate credit scores, based on structured financial data.
  - **GNN-Based Network Evaluation**: GNN analyzes the user's position and relationships within the financial network, evaluating whether the user belongs to a reliable financial network or is involved in risky relationships.

## • iii) Real-Time Credit Score Updates

- **Data Streaming**: Continuously update credit scores by streaming user financial data in real-time.
- **Volatility Detection**: Detect fluctuations in credit scores based on real-time data, and notify the user through a warning system if anomalies occur.

## **D.** Implementation Details

- i) Data Preprocessing
  - **Normalization and Scaling**: Normalize and scale financial data to enhance the model's learning efficiency.
  - **Handling Missing Data**: Optimize the model's performance by supplementing or removing missing data.

## • ii) Model Training

- **MLP Training Process**: Extract features from the input data and predict credit scores through multiple hidden layers. Appropriate use of normalization techniques and activation functions is essential during the training process.
- **GNN Training Process**: Construct a graph from the financial network and learn the embedding vectors of each node through GNN. This predicts credit scores reflecting user relationships.
- iii) Model Evaluation and Tuning
  - **Model Evaluation**: Use techniques such as Cross-Validation to evaluate the performance of the trained model and verify its generalization ability.
  - **Hyperparameter Tuning**: Tune the model's hyperparameters to achieve optimal performance, considering both learning speed and prediction accuracy.

In Show+ Pay, MLP and GNN are utilized to evaluate credit scores by analyzing users' financial data. MLP predicts credit scores by learning the individual financial activity patterns of users, while GNN complements credit evaluation by analyzing the relationships within the user's financial network. This approach enables highly reliable credit evaluations and maximizes the efficiency and security of financial services.

# 3. Show+Talk: Group Donations and Creative Idea Trading Platform

#### **Deep Learning-Based Community Management**

1) Content Filtering: Automated Detection and Removal of Inappropriate Content

#### A. RNN (Recurrent Neural Networks)

- Algorithm Overview: RNNs excel at processing sequence data due to their ability to maintain context over time. They are particularly useful for analyzing text data by understanding the sequence and context.
- Application Methods

- **Text Sequence Processing**: Input user-generated text as sequences to the RNN to capture and learn contextual information.
- **Context-Based Filtering**: Use RNNs to comprehend the context of text and detect inappropriate words or phrases for filtering.

## **B.** Transformer-Based Models (BERT, GPT)

- Algorithm Overview: Transformer models leverage self-attention mechanisms to process sequences in parallel, with BERT and GPT being prominent examples for handling contextual understanding and text generation.
- BERT (Bidirectional Encoder Representations from Transformers)
  - Bidirectional Context Understanding: BERT analyzes the context of input text from both directions (left and right) to deeply understand its meaning.
  - Application Method: Use BERT to analyze text bidirectionally to identify and filter out inappropriate content based on its context.
- GPT (Generative Pre-trained Transformer)
  - **Language Generation and Understanding:** GPT generates text by predicting the next word in a sequence, aiding in understanding and generating coherent text.
  - **Application Method:** Employ GPT to sequentially analyze text and detect inappropriate content, evaluating the likelihood of inappropriate expressions based on the given context.

## **C. Practical Applications**

- Inappropriate Text Filtering
  - **Data Collection**: Continuously gather user-generated text data in real-time.
  - **RNN Training**: Train RNNs to process text sequences and detect context-based inappropriate expressions.
  - **BERT Application**: Utilize BERT to perform bidirectional analysis and filter out content that does not fit the context.

## • Multilingual Support

• **Multilingual Data Processing**: Handle and filter text data in multiple languages to accommodate a global user base.

- **Language Model Training**: Train BERT and GPT models for different languages to effectively filter inappropriate content in all supported languages.
- Real-Time Monitoring and Response
  - **Real-Time Data Streaming**: Monitor user-generated content in real-time and use RNNs and Transformer models to detect inappropriate content as it is generated.
  - Automated Filtering System: Automatically filter detected inappropriate content and issue warning messages to users when necessary.

#### **D.** Implementation Details

#### i) Data Preprocessing

- **Normalization and Tokenization**: Normalize and tokenize text data to convert it into a format suitable for model input.
- **Labeling**: Label the data to distinguish between inappropriate and appropriate content.

## ii) Model Training

- **RNN Training Process**: Input sequence-formatted text data into the RNN to learn contextual information.
- **BERT Training Process**: Train the **BERT** model for bidirectional contextual understanding and detection of inappropriate content.
- **GPT Training Process**: Train the GPT model to predict the next word in a text sequence and filter out contextually inappropriate content.

## iii) Model Evaluation and Tuning

- **Model Evaluation**: Use metrics such as accuracy, precision, and recall to assess the performance of the trained model.
- **Hyperparameter Tuning**: Optimize the model's hyperparameters to maximize filtering performance.

 $\rightarrow$  Show+ Talk uses deep learning models such as RNN, BERT, and GPT to effectively filter inappropriate content. RNN processes sequence data to learn contextual information, while BERT and GPT, both Transformer-based models, detect inappropriate content through bidirectional contextual understanding and language generation. This approach provides a safe and reliable environment for users by deeply understanding the context of text data and filtering out inappropriate content in real time. **2)** Sentiment Analysis: Analyzing user interactions to understand emotions and promote positive interactions, thereby supporting smooth communication between creators, fans, and investors.

## A. LSTM (Long Short-Term Memory)

- Algorithm Overview: LSTM is a type of recurrent neural network (RNN) that excels at learning patterns in long sequence data. It is particularly effective for sentiment analysis due to its ability to handle long-term contextual dependencies.
- Application Method
- **Text Sequence Processing**: Input user conversation data in sequence format to learn the context of each word.
- **Context-Based Sentiment Analysis**: LSTM analyzes the sentiment of the text by considering contextual information and predicts emotional states such as positive, negative, or neutral.

#### **B.** Transformer-Based Models

- Algorithm Overview: Transformer models process sequence data in parallel using self-attention mechanisms. BERT and GPT are representative Transformer-based language models that are effective for understanding text context and analyzing sentiment.
  - **BERT (Bidirectional Encoder Representations from Transformers)**:
    - **Bidirectional Context Understanding:** BERT learns the context from both directions of the input text, enabling accurate sentiment detection.
      - **Application Method**: Use BERT to analyze user conversation data bidirectionally and predict sentiments, allowing for more precise sentiment analysis by considering the entire context of the sentences.
  - **GPT (Generative Pre-trained Transformer):** 
    - Language Generation and Understanding: GPT predicts the next word in a text sequence and understands the context.
    - **Application Method**: Analyze user conversation data sequentially with GPT to predict sentiments, accurately detecting changes in emotions based on contextual flow.

#### **C. Practical Applications**

- User Feedback Analysis
  - **Data Collection**: Collect data from user reviews, feedback, customer service conversations, etc.

- **LSTM Training**: Input the collected data into LSTM for context-based sentiment analysis.
- **BERT Application**: Use the BERT model to analyze bidirectional context and accurately predict user sentiment.
- Real-Time Sentiment Monitoring
  - **Data Streaming**: Stream user conversations in real-time to analyze sentiment.
  - **Application of LSTM and Transformer Models**: Predict sentiment in realtime using LSTM and Transformer models and detect unusual emotional states.
- Customer Support Improvement
  - **Emotion-Aware Chatbots**: Add sentiment analysis capabilities to AI-based chatbots to respond according to the user's emotional state. For instance, provide more empathetic responses when negative emotions are detected.
  - Sentiment Feedback Loop: Analyze emotions in user conversations and provide real-time feedback to customer support teams to enhance customer satisfaction and resolve issues quickly.

#### **D.** Implementation Details

- Data Preprocessing
  - **Normalization and Tokenization**: Normalize and tokenize text data to convert it into a suitable format for model input.
  - **Labeling**: Label emotional states (positive, negative, neutral, etc.) to prepare training data.
- Model Training
  - **LSTM Training Process**: Input sequence-formatted text data into LSTM to learn contextual information.
  - **BERT Training Process**: Train the BERT model for bidirectional context understanding and sentiment prediction.
  - **GPT Training Process**: Train the GPT model to predict the next word in a text sequence and analyze emotions based on context.
- Model Evaluation and Tuning
  - **Model Evaluation**: Use metrics such as accuracy, precision, and recall to assess the performance of the trained model.
  - **Hyperparameter Tuning**: Optimize model hyperparameters to maximize sentiment analysis performance.

 $\rightarrow$  Show+ Talk utilizes LSTM and Transformer-based models to analyze user conversations and understand emotions. LSTM processes sequence data to learn contextual information, while BERT and GPT, being powerful Transformer-based language models, accurately analyze emotions through bidirectional context understanding and language generation. This approach deeply comprehends the context of text data and provides real-time sentiment detection, enhancing customer satisfaction and improving service quality by offering tailored responses.

# 4. Show+Cafe: The Innovative Future of Franchising

#### **Deep Learning-Based Operational Optimization**

1) **Demand Forecasting**: Utilize deep learning models to predict customer demand at stores, optimizing inventory management and staff allocation. This contributes to maximizing operational efficiency and reducing costs.

#### A. LSTM (Long Short-Term Memory)

- Algorithm Overview: LSTM is a type of recurrent neural network (RNN) designed to learn patterns in long sequence data. It excels at handling long-term dependencies, making it suitable for predicting future values in time series data.
- Application Method
  - **Data Input**: Input time series data such as sales records, user traffic, and promotional events for training.
  - **Long-Term Forecasting**: LSTM learns patterns from past data to predict long-term demand changes, reflecting seasonal demand variations or long-term trends.
  - **Inventory Management Optimization**: Use predicted demand data to manage inventory efficiently, preventing shortages or surpluses.

## **B.** GRU (Gated Recurrent Unit)

- Algorithm Overview: GRU is a variant of LSTM with a similar structure but offers greater computational efficiency. It uses gating mechanisms to effectively retain important information and discard irrelevant data.
- Application Method
  - Data Input: Similar to LSTM, input time series data for training.
  - **Short-Term Forecasting**: GRU's efficiency makes it suitable for short-term demand forecasting, such as predicting weekly promotional events or daily demand fluctuations.
  - **Staff Allocation Optimization**: Use short-term forecast data to optimize staff allocation, ensuring appropriate staffing during peak times and improving operational efficiency.

## C. ARIMA (Auto Regressive Integrated Moving Average)

- Algorithm Overview: ARIMA is a statistical model that combines autoregressive (AR) and moving average (MA) components to predict future values based on time series data. It enhances prediction accuracy by reflecting trends and seasonality in the data.
- Application Method
  - **Data Preprocessing**: Normalize time series data and incorporate trends and seasonality before inputting it into the model.
  - **Forecast Modeling**: Use the ARIMA model to analyze time series data patterns and predict future demand.
  - **Integrated Use**: Combine ARIMA forecast results with those from LSTM and GRU to perform comprehensive demand forecasting.

#### **D.** Practical Applications

- Inventory Management
  - **LSTM Application**: Use LSTM to forecast monthly and quarterly inventory demand, optimizing stock levels by considering seasonal fluctuations.
  - **GRU Application**: Predict short-term inventory demand changes, managing stock fluctuations due to weekly promotions or specific events.
  - **ARIMA Application**: Forecast medium to long-term inventory demand by reflecting trends and seasonality, aiding in strategic inventory management planning.
- Staff Allocation
  - **GRU Application**: Use GRU to forecast short-term customer demand changes and allocate staff appropriately during peak times.
  - **LSTM Application**: Develop long-term staff allocation plans to respond to seasonal demand fluctuations.
- Promotion and Marketing Strategies
  - **LSTM Application**: Analyze past promotion data with LSTM to predict future promotional effects.
  - **GRU Application**: Forecast short-term promotion effects with GRU to adjust marketing strategies in real-time.
  - **ARIMA Application**: Establish long-term marketing strategies by analyzing trends and predicting customer demand.

## **E. Implementation Details**

- Data Preprocessing
  - Normalization and Time Series Conversion: Normalize sales data and customer traffic data, and convert them into time series format for model input.

- **Labeling**: Label training data for demand forecasting and include external factors (e.g., weather, economic indicators) if necessary.
- Model Training
  - **LSTM Training Process**: Input time series data into LSTM to learn long-term demand changes.
  - **GRU Training Process**: Train GRU model to learn short-term demand variations.
  - **ARIMA Training Process**: Train ARIMA model to reflect data trends and seasonality.
- Model Evaluation and Tuning
  - **Model Evaluation**: Use metrics such as RMSE (Root Mean Squared Error) and MAE (Mean Absolute Error) to assess prediction performance.
  - **Hyperparameter Tuning**: Optimize model hyperparameters to maximize forecasting accuracy.

 $\rightarrow$  Show+ Cafe employs LSTM, GRU, and ARIMA models to accurately forecast customer demand and optimize inventory management and staff allocation. LSTM predicts long-term demand changes, GRU forecasts short-term fluctuations, and ARIMA provides predictions reflecting trends and seasonality. This approach helps prevent inventory shortages or surpluses, maximizes operational efficiency, and enhances customer satisfaction.

2) Personalized Services: Analyzing customer order history and preferences to provide personalized menu recommendations, enhancing customer satisfaction.

## A. Collaborative Filtering

- Algorithm Overview: Collaborative Filtering provides recommendations based on the similarities between users. It recommends items that similar users have liked or purchased in the past.
- Application Methods
  - User-Based Collaborative Filtering: Identify groups of users with similar tastes and recommend items that these users liked. For example, if User A and User B have similar tastes, recommend items that User B liked to User A.
  - **Item-Based Collaborative Filtering**: Recommend items similar to those a user has previously liked. For example, if a user purchased a particular drink, recommend other drinks from the same category.

## **B.** Content-Based Filtering

• Algorithm Overview: Content-Based Filtering recommends items based on their attributes and the user's preferences. It analyzes the features of items the user likes to recommend other items with similar attributes.

## Application Methods

- **Item Attribute Analysis**: Convert item attributes into vectors and identify items that the user is likely to enjoy based on these attributes. For example, if a user prefers a certain brand of drinks, recommend other drinks from the same brand.
- **User Profile Building**: Build a user profile based on the attributes of items the user likes and continuously recommend items with similar attributes.

## C. Hybrid Recommendation Systems

• Algorithm Overview: Hybrid Recommendation Systems combine Collaborative Filtering and Content-Based Filtering to leverage the strengths of both methods. This approach improves recommendation accuracy and addresses data sparsity issues.

## • Application Methods

- Weighted Hybrid: Combine the two recommendation methods with assigned weights. For example, combine results from Collaborative Filtering and Content-Based Filtering with equal weight (50% each) to provide the final recommendation.
- **Mixed Hybrid**: Apply both filtering methods independently and then merge the results. This approach maximizes the advantages of each method.
- **Meta-Level:** Use the output of one recommendation method as input for another. For example, use a user profile created with Content-Based Filtering as input for Collaborative Filtering to generate recommendations.

## **D.** Practical Applications

## • Product Recommendations

- **Collaborative Filtering**: Recommend products liked by other customers with similar purchase histories. For example, if User A buys a specific item, recommend other items that User B, who bought similar items, also likes.
- **Content-Based Filtering**: Recommend products similar to the ones purchased based on their attributes. For instance, if a customer buys a drink from a specific brand, recommend other drinks from the same brand.
- **Hybrid Recommendation**: Combine results from Collaborative Filtering and Content-Based Filtering to offer the best recommendations. For example, merge products recommended by both methods to find the most suitable options for the user.

## Personalized Content Recommendations

• **Collaborative Filtering**: Recommend videos or music played in the café based on the preferences of users with similar tastes. For example, suggest content liked by users with similar interests.

- **Content-Based Filtering**: Analyze metadata of videos or music to recommend similar content. For instance, recommend new music in the same genre as what a user frequently listens to.
- **Hybrid Recommendation**: Combine both methods to recommend the most relevant content. This approach enhances recommendation accuracy and maximizes user satisfaction.

#### **E.** Implementation Details

- Data Collection and Preprocessing
  - **Data Collection**: Gather user behavior data (clicks, purchases, search history, etc.). This data is used for training the recommendation system.
  - **Data Preprocessing**: Normalize the collected data and handle missing values to prepare it for model training.

#### • Model Training

- **Collaborative Filtering Model Training**: Calculate user similarities to train the Collaborative Filtering model.
- **Content-Based Filtering Model Training**: Analyze item attributes to train the Content-Based Filtering model.
- **Hybrid Model Training**: Train a hybrid model that combines the results of Collaborative Filtering and Content-Based Filtering to provide optimal recommendations.

## Recommendation Provision

- **Real-Time Recommendations**: Provide personalized recommendations in real-time as users browse the website or app.
- **Periodic Updates**: Regularly update the models to offer recommendations based on the latest data.

 $\rightarrow$  Show+ Cafe employs Hybrid Recommendation Systems that combine Collaborative Filtering and Content-Based Filtering to deliver personalized services. This system analyzes user behavior data to provide tailored recommendations and uses time series forecasting models to suggest trend-based products. This approach maximizes user experience and enhances the competitiveness of the Show+ chain.

## 5. Show+Bank: Innovative Financial Services for Global Neo-Banks

#### **Deep Learning-Based Financial Services**

1) Personalized Financial Products: Analyzing users' financial data to recommend personalized financial products. Deep learning models consider users' financial status and goals to suggest optimal loans, investments, and asset management solutions.

A. Recommendation Systems

- Algorithm Overview: Recommendation Systems predict and suggest financial products based on user behavior data, providing personalized recommendations tailored to each user's financial needs.
- Application Methods
  - **Collaborative Filtering**: Analyze users' past financial product usage data to recommend products chosen by similar users. For example, recommend other financial products that users with similar loan histories have preferred.
  - **Content-Based Filtering**: Analyze the attributes of financial products and users' profiles to recommend products with similar characteristics. For example, if a user prefers low-interest loans, recommend other low-interest financial products.
  - **Hybrid Recommendation Systems**: Combine the advantages of Collaborative Filtering and Content-Based Filtering to provide more sophisticated and personalized recommendations.

#### **B.** Clustering Algorithms

- Algorithm Overview: Clustering algorithms group data into clusters with similar characteristics, allowing for targeted recommendations of financial products based on user segments.
- Application Methods
  - **K-Means Clustering**: Classify users into K clusters based on their financial data. Users within the same cluster share similar financial needs and preferences, enabling tailored product recommendations.
    - **Example**: Classify users based on income levels, loan repayment records, and investment tendencies to recommend suitable financial products for each cluster.
  - **Hierarchical Clustering**: Hierarchically classify user data to group similar users, providing recommendations tailored to more specific sub-groups.
    - **Example**: Classify users based on their loan repayment capabilities to recommend low-interest loans to users with high repayment ability and small loans to those with lower capabilities.

#### **C. Practical Applications**

- Personalized Loan Recommendations
  - **Collaborative Filtering**: Analyze past loan records to recommend loans preferred by similar users. For instance, recommend other loans with similar terms and interest rates to users who have used home mortgage loans.
  - **K-Means Clustering**: Create clusters based on users' income levels, credit scores, and loan repayment records to recommend loans suited to each cluster.

- **Hierarchical Clustering**: Classify users' financial statuses and loan repayment abilities hierarchically to recommend tailored loan products.
- Investment Product Recommendations
  - **Content-Based Filtering**: Analyze users' investment tendencies and previous investment records to recommend products with similar attributes. For example, recommend high-yield investment products to users who prefer high-risk investments, and low-risk products to those who prefer stability.
  - **Hybrid Recommendation Systems**: Combine Collaborative Filtering and Content-Based Filtering results to recommend investment products suited to users' investment tendencies and similar preferences of other users.

#### • Insurance Product Recommendations

- **Collaborative Filtering**: Analyze users' insurance purchase histories to recommend insurance products chosen by similar users. For example, recommend other car insurance policies to users who have purchased auto insurance.
- **Hierarchical Clustering**: Classify users' insurance histories and risk profiles hierarchically to recommend tailored insurance products.

 $\rightarrow$  Show+ Bank uses Recommendation Systems and clustering algorithms (K-Means, Hierarchical Clustering) to analyze financial data and provide personalized financial product recommendations. This approach accurately identifies users' financial needs, offers optimal financial products, enhances user satisfaction, and maximizes the efficiency of financial services.

**2)** Asset Management and Optimization: Utilizing deep learning to optimize users' asset portfolios. This involves comprehensive analysis of risks and returns of various investment products to provide the best investment strategies.

## A. Reinforcement Learning

• **Overview**: Reinforcement Learning (RL) is a machine learning approach where an agent learns to maximize rewards through interactions with the environment. In asset management, RL optimizes the balance among various assets in a portfolio to achieve maximum returns.

## B. Q-Learning

- Algorithm Overview: Q-Learning is a value-based RL algorithm that learns the expected rewards for state-action pairs, enabling the selection of optimal actions (asset trading decisions) to maximize the portfolio's value.
- Application Methods
  - **State Definition**: Define the current state of the portfolio. This includes asset prices, trading volumes, and portfolio composition ratios.

- Action Definition: Define possible actions, such as buying, selling, or holding specific assets.
- **Reward Function**: Define rewards for each action. For instance, reward is given based on increases in asset value.

## C. Deep Q-Networks (DQN)

• Algorithm Overview: DQN is an extension of Q-Learning that uses Deep Neural Networks to approximate the Q-function. This allows it to effectively learn in complex state spaces.

#### • Application Methods:

- **Deep Neural Network:** Design a deep neural network that takes states as inputs and outputs Q-values. Inputs can include asset prices, trading volumes, market indicators, etc.
- **Experience Replay:** Store the state-action-reward-next state tuples experienced by the agent and randomly sample them for learning. This reduces data correlation and improves learning stability.
- **Target Network:** Use two networks (the current network and the target network) for stable learning, updating the target network to the current network periodically.

## D. Practical Application i) **Portfolio Construction and Rebalancing:**

- **Initial Construction:** Use Reinforcement Learning algorithms to construct the initial portfolio. This involves learning the optimal ratios between various assets to establish the initial investment strategy.
- **Dynamic Rebalancing:** Dynamically adjust the portfolio according to changes in market conditions. The RL agent analyzes data in real-time and makes optimal trading decisions. For example, if an asset's price rises sharply, the agent might sell that asset to realize gains, or buy undervalued assets to optimize the portfolio.

#### ii) Risk Management:

- Volatility Analysis: The RL algorithm analyzes market volatility to manage risk. It makes trading decisions to minimize the overall risk of the portfolio while maximizing returns.
- **Loss Limitation:** Implement strategies to avoid exceeding specific loss thresholds. The RL agent predicts situations likely to cause losses and chooses actions to avoid them.

## iii) Maximizing Returns:

• **Market Timing:** The RL algorithm learns the optimal times to enter and exit the market. It accurately predicts buy and sell points to maximize returns.

• **Long-Term Profit Pursuit:** Learn strategies that focus on long-term returns rather than short-term gains. This aims at stable growth for the portfolio.

E. Technical Implementation i) **Data Collection and Preprocessing:** Collect and preprocess various data in real-time, including asset prices, trading volumes, and economic indicators. This data serves as input for the RL algorithm. ii) **Model Training and Evaluation:** Train the RL model and validate its performance using various evaluation metrics. These include financial indicators such as returns, volatility, and Sharpe ratio. iii) **Real-Time Deployment:** Deploy the trained RL model in real-time operational environments to apply it to actual asset management. Utilize cloud-based infrastructure to ensure scalability and stability.

 $\rightarrow$  Show+ Bank's asset management and optimization system utilizes Reinforcement Learning algorithms like Q-Learning and Deep Q-Networks (DQN) to optimize asset portfolios. This approach flexibly responds to market volatility and contributes to maximizing returns. Users can expect stable and high returns, experiencing Show+ chain's innovative asset management solutions.

# 6. Show+NFT: Innovation in Digital Assets through Show+ chain

#### **Deep Learning-Based NFT Evaluation and Management**

1) **NFT Evaluation Model:** Use deep learning models to assess the value of NFTs. This involves comprehensively analyzing factors such as the artwork's rarity, the artist's popularity, and transaction history to predict the market value of an NFT.

A. **Regression Models** Regression models use one or more independent variables to explain a continuous dependent variable (e.g., NFT price). Key algorithms include Linear Regression and Non-linear Regression.

#### i) Linear Regression

- **Application:** Set characteristics of the NFT (e.g., rarity, artist, ownership history) as independent variables to predict the price.
- **Model Training:** Train the model using historical NFT transaction data. This learns the linear relationship between NFT characteristics and price, allowing for the prediction of new NFT prices.

#### ii) Non-linear Regression

- **Application:** Use non-linear regression models when the NFT price cannot be explained by a simple linear relationship. For instance, when the price rises sharply when a rarity indicator exceeds a certain threshold.
- **Model Training:** Employ techniques like Polynomial Regression or Curve Fitting to model complex non-linear relationships.

B. **Ensemble Methods** Ensemble methods combine multiple models to achieve better predictive performance than any single model. Key algorithms include Random Forest (RF) and Gradient Boosting Machine (GBM).

#### i) Random Forest

- **Application:** Train multiple decision trees and combine their predictions to produce a final prediction. This reduces model variance and improves generalization performance.
- **Model Training:** Use various characteristics of NFTs (e.g., image features, artist information, transaction history) as inputs to train multiple decision trees. Each tree is trained independently on different data samples.
- **Prediction Integration:** Combine the predictions from all trees by averaging them. This enhances the stability and accuracy of predictions.

## ii) Gradient Boosting Machine (GBM)

- **Application:** Sequentially train Weak Learners and correct the errors of previous Learners to create a powerful predictive model.
- **Model Training:** The first Learner makes initial predictions, and subsequent Learners are trained to correct errors from the previous model. This ensures gradual improvement of the model.
- Error Minimization: Each step involves learning to minimize errors, with the final prediction derived from the weighted sum of all Learners.

C. Implementation of NFT Evaluation Models i) Data Collection and Preprocessing: Collect and preprocess various data, including NFT images, metadata, and transaction records. This data serves as input for model training.

- **Image Data:** Use deep learning techniques like Convolutional Neural Networks (CNN) to extract image features.
- **Metadata:** Normalize and extract features from textual data such as artist information, rarity, and release date.
- **Transaction Records:** Analyze historical transaction prices and frequencies to generate time series data needed for price prediction.

#### ii) Model Training and Evaluation

- **Regression Models:** Train linear and non-linear regression models using collected data. Validate model performance using various metrics such as RMSE (Root Mean Squared Error).
- **Ensemble Methods:** Train Random Forest and GBM models, and evaluate performance through techniques like Cross-Validation. Perform hyperparameter tuning to enhance model accuracy and stability.

iii) **Real-Time Evaluation and Updates:** Continuously collect NFT data and periodically update evaluation models. This ensures that the model improves with market changes.

 $\rightarrow$  Show+ NFT's evaluation model leverages Regression Models and Ensemble Methods to accurately assess NFT value. Linear and non-linear regression models learn the relationships between various NFT characteristics and prices, while Random Forest and GBM combine multiple prediction models to maximize performance. This allows users to reliably evaluate NFT value and experience Show+ chain's innovative NFT evaluation solutions.

2) **Counterfeit Prevention and Authentication:** Utilize deep learning technologies to determine the authenticity of NFTs and prevent counterfeiting. This supports users in trading NFTs within a trusted environment.

## A. GAN (Generative Adversarial Networks)

GANs consist of two neural networks: the Generator and the Discriminator. The Generator tries to create fake data that resembles real data, while the Discriminator attempts to distinguish between real and fake data. These networks compete and improve each other.

- Generator: Learns to generate fake data that resembles real data.
- **Discriminator:** Learns to distinguish whether input data is real or fake, thereby improving the Generator's performance.

## **B.** Application of GANs in NFT Counterfeiting Prevention and Authentication

#### i) Data Collection and Preprocessing

- **Real NFT Data:** Collect actual NFT data such as photos of performances by affiliated artists, album covers, and copyrights of works.
- **Counterfeit NFT Data:** Build a dataset including various examples of counterfeit NFTs.

#### ii) GAN Model Training

- **Generator:** Trains to generate fake NFT images that closely resemble real NFT images, reflecting the styles of various artists.
- **Discriminator:** Trains to differentiate between real NFT images and generated fake NFTs. The Discriminator is designed to detect subtle differences between real and fake NFTs.

#### iii) Authenticity Detection

• Validation Process: The Discriminator evaluates new NFT images against real NFT data to determine authenticity. As the Generator produces increasingly realistic images, the Discriminator becomes more adept at recognizing differences.

• **Counterfeit Detection:** The GAN model learns the characteristics of counterfeit NFTs, enabling it to quickly detect and block new counterfeit attempts.

#### iv) Real-Time Monitoring and Updates

- **Real-Time Verification System:** Develop a system that verifies the authenticity of NFTs in real-time whenever a transaction occurs. This helps detect counterfeit NFTs before transactions are completed.
- **Model Updates:** Periodically update the GAN model to counter evolving counterfeiting techniques. Continually train the Generator and Discriminator with new counterfeit cases to improve detection capabilities.

## C. Advantages of GAN-Based Counterfeiting Prevention

- **High Accuracy:** GANs enhance performance as the Generator and Discriminator compete, resulting in a high level of accuracy in distinguishing between real and fake NFTs.
- Adaptability: As counterfeiting technology advances, GAN models can adapt and continuously improve to address new challenges.
- **Real-Time** Surveillance: By verifying NFT authenticity in real-time, GANs effectively prevent the circulation of counterfeit NFTs during transactions.

 $\rightarrow$  Show+ NFT employs advanced GAN technology to detect the authenticity of NFTs. Through the competitive interaction between the Generator and Discriminator, GAN models accurately distinguish between real and counterfeit NFTs, enabling real-time detection of fake NFTs. This allows users to trade NFTs in a secure and trustworthy environment, establishing Show+ chain as an innovative platform ensuring the authenticity of digital assets.

# 7. Show+Trip: Innovation in Digital Travel

#### **Deep Learning-Based Travel Recommendation System**

1) **Personalized Travel Planning:** Analyze user preferences, past travel history, and search patterns to recommend customized travel plans. Deep learning models consider various factors to provide optimal travel itineraries.

A. **Collaborative Filtering** Collaborative Filtering recommends items by analyzing past behavior data of users and finding patterns similar to those of other users. In Show+ Trip, it is applied as follows:

- User Behavior Data Analysis:
  - **Past Travel History:** Analyze destinations, accommodations, and activities previously booked by the user.

- User Ratings and Reviews: Determine preferences based on user ratings and reviews.
- **Similar User Grouping:** Group users with similar travel patterns and provide recommendations based on their data.
- Recommendation Methods:
  - **Item-Based Collaborative Filtering:** Recommends destinations or accommodations similar to those liked by the user.
  - User-Based Collaborative Filtering: Recommends destinations preferred by users with similar preferences.

B. **Content-Based Filtering** Content-Based Filtering recommends items by analyzing the characteristics of items the user likes. In Show+ Trip, it is applied as follows:

- Content Characteristics Analysis:
  - **Destination Characteristics:** Analyze key features of travel destinations such as tourist attractions, weather, culture, and cuisine.
  - Accommodation Characteristics: Analyze accommodation features such as location, price, facilities, and reviews.
  - Activity Characteristics: Analyze various types of activities available at the destination, including difficulty levels and reviews.
- Recommendation Methods:
  - User Profiling: Create user profiles based on preferences and recommend destinations, accommodations, and activities with similar characteristics.
  - **Text Analysis:** Extract keywords related to preferred destinations from user reviews and search histories.

C. **Hybrid Recommendation Systems** Hybrid Recommendation Systems combine Collaborative Filtering and Content-Based Filtering to provide more accurate recommendations. In Show+ Trip, it is applied as follows:

- System Integration:
  - **Mixed Model:** Combine results from Collaborative Filtering and Content-Based Filtering to generate final recommendations. For example, integrate preferences from similar users and characteristics of destinations.
  - Weight Adjustment: Adjust the weights of user data and item characteristics to provide the most suitable recommendations.
- Real-Time Personalized Recommendations:
  - **Real-Time Data Analysis:** Analyze user search history, click patterns, and booking records in real-time to recommend personalized travel plans based on current circumstances.

- **Feedback Loop:** Continuously monitor user responses and incorporate feedback to improve the recommendation algorithm.
- Integration of Various Data Sources:
  - **Social Media Data:** Analyze user social media activities to understand preferred destinations or activities.
  - **External Review Site Data:** Collect data from external review sites like TripAdvisor and Yelp to reflect more accurate evaluations and reviews.

#### **D.** Actual Application

The Hybrid Recommendation Systems of Show+ Trip are applied in the following specific cases:

- **Personalized Travel Itinerary Recommendations:** Based on user inputs such as departure location, travel duration, and budget, Show+ Trip generates optimal travel itineraries. For example, if a user previously enjoyed traveling in Europe and prefers cultural experiences, the system recommends cities and itineraries rich in cultural activities within Europe.
- Accommodation and Activity Recommendations: Recommendations are made based on high ratings given by users with preferences similar to those of the current user. For example, if a user previously stayed at a specific type of accommodation, similar accommodations will be recommended, or alternative activities that users with similar interests enjoyed will be suggested.
- **Real-Time Personalized Suggestions:** During travel planning, real-time search results are analyzed to provide highly relevant recommendations. For example, while planning a trip to Paris, real-time recommendations for popular tourist attractions and accommodations in Paris are provided.

Show+ Trip's personalized travel planning service leverages Hybrid Recommendation Systems to suggest optimized travel itineraries. By combining the strengths of Collaborative Filtering and Content-Based Filtering, it analyzes users' past behavior data and item characteristics to offer real-time customized travel plans. This enables users to select destinations best suited to them and enjoy a more satisfying travel experience.

#### 2) Real-Time Price Prediction

Real-time price prediction for flights, accommodation, and other travel-related expenses helps users book at the optimal time.

#### A. LSTM (Long Short-Term Memory)

LSTM is a powerful tool for learning long-term time series data and predicting future price fluctuations. At Show+ Trip, it is applied as follows:

- Price Fluctuation Data Collection:
  - **Historical Price Data:** Collect past price data for flights and accommodations to train the LSTM model.
  - **External Factors Data:** Collect data on seasonal trends, events, regional festivals, holidays, and other external factors affecting prices to enhance the model's prediction accuracy.
- Model Training:
  - **Data Preprocessing:** Clean the data, handle missing values, remove outliers, and convert it into time series format.
  - **Feature Extraction:** Extract key features that might influence price fluctuations and use them as inputs for the LSTM model.
  - **Model Training:** Train the LSTM model using the prepared data and fine-tune hyperparameters to achieve optimal performance.
- Price Prediction:
  - **Real-Time Prediction:** Use the LSTM model to predict price fluctuations for flights and accommodations based on real-time collected data. This helps suggest the best time to book.
  - Alert Service: Provide real-time notifications when predicted prices meet userset conditions, offering optimal purchasing opportunities.

## **B. GRU (Gated Recurrent Unit)**

GRU offers similar functionalities to LSTM but with lower computational complexity, allowing faster and more efficient learning. At Show+ Trip, it is applied as follows:

- Price Fluctuation Data Collection:
  - **Real-Time Data Collection:** Gather real-time price data for flights and accommodations to train the GRU model.
  - **Economic Indicator Data:** Collect additional economic indicator data such as exchange rates, oil prices, and tourism demand to improve prediction accuracy.
- Model Training:
  - **Data Preprocessing:** Clean the time series data and use data augmentation techniques if necessary to ensure sufficient data for model training.
  - **Feature Extraction and Selection:** Select features closely related to price fluctuations and use them as inputs for the GRU model.
  - **Model Training:** Train the GRU model using various features and perform hyperparameter tuning to achieve optimal prediction performance.
- Price Prediction:

- **Short- and Medium-Term Predictions:** Predict short- and medium-term price fluctuations for flights and accommodations using the GRU model, recommending appropriate booking times.
- **Prediction Analysis:** Analyze predicted price data to identify specific patterns or anomalies and provide visual insights to users.

## **C. Actual Application**

Show+ Trip's real-time price prediction system is applied in the following specific cases:

- **Flight Price Prediction:** When users enter specific travel routes and dates, LSTM and GRU models predict flight price fluctuations and recommend the best times to purchase. For instance, if prices tend to rise as travel dates approach, early booking may be advised.
- Accommodation Price Prediction: When users enter travel destinations and accommodation durations, LSTM and GRU models predict fluctuations in accommodation prices and suggest the best times to book. For example, if prices surge during regional festivals or events, booking before the event may be recommended.
- **Price Alert Service:** Provide real-time notifications based on user-set price ranges and conditions, enabling users to book at optimal times.

Show+ Trip's real-time price prediction system uses LSTM and GRU models to accurately predict price fluctuations for flights, accommodations, and more. This helps users find the best booking times and opportunities to save costs. Additionally, real-time alert services support users in booking travel products at the best prices. These technological approaches will contribute to Show+ Trip providing more reliable travel plans to users.

## 8. Show+Rich: Innovative Microcredit Based on Advanced IT

#### Deep Learning-Based Credit Assessment and Loan Management

1) Alternative Data Analysis: Analyze mobile phone usage data, social media activity, and other non-traditional data sources to assess the creditworthiness of users with lower credit ratings. Deep learning models utilize these unconventional data sources to provide more accurate credit assessments.

#### A. Social Media Activity Analysis through NLP (Natural Language Processing)

Analyze the vast amounts of text data generated on social media to understand users' preferences, sentiments, and trends.

- **Text Preprocessing:** Clean social media text data, remove stop words, perform lemmatization, and tokenize the text.
- Sentiment Analysis: Use sentiment analysis models to evaluate emotions in user reviews, comments, and posts. This allows real-time understanding of user reactions and helps improve services.

- **Topic Modeling:** Use topic modeling techniques such as LDA (Latent Dirichlet Allocation) to identify major topics and trends discussed on social media. This provides insights into popular products or services.
- **Named Entity Recognition (NER):** Use NER models to identify specific people, places, brands, etc., in the text and analyze user activities related to these entities.

#### **B.** Mobile Phone Usage Data Analysis through GNN (Graph Neural Networks)

Represent mobile phone usage data as graphs and analyze them using GNN to gain deeper insights into user relationships and behavior patterns.

- Graph Generation: Create graphs with users as nodes and activities like calls or messages as edges.
- **Graph Embedding:** Use graph embedding techniques to convert nodes and edges into vector forms, learning user activity patterns. This is useful for clustering users with similar behaviors.
- Node Classification: Use GNN models to predict the group or category to which a particular node (user) belongs. For example, classify users based on their call patterns as business or personal users.
- Link Prediction: Predict potential connections between unconnected nodes in the graph. This can be used to recommend new services or products that users might be interested in.

Alternative data analysis through NLP and GNN technologies plays a crucial role in Show+ Rich's understanding of user behavior and trends. This helps provide more personalized experiences, enhances user satisfaction, and generates business insights. Show+ Chain aims to revolutionize the digital economy and build a user-centric integrated ecosystem using these technologies.

# 2) Risk Management: Real-Time Monitoring of Loan Repayment Ability and Early Detection of Potential Default Risks

#### A. Risk Assessment with Random Forest

Random Forest is an ensemble learning technique that enhances predictive performance by combining multiple decision trees. Each decision tree operates as an independent model predicting loan repayment ability, and the final prediction is determined by averaging or voting among these trees.

- **Diverse Features Usage:** Random Forest analyzes various characteristics of loan applicants, such as credit history, income, employment status, and assets. Each tree uses different combinations of features, reducing bias and increasing variance in the model.
- **Overfitting Prevention:** By combining predictions from multiple trees, Random Forest prevents overfitting and provides a more generalized predictive performance, enhancing the reliability of loan repayment predictions.

• Variable Importance Measurement: Random Forest can measure the importance of each variable, helping identify the factors most affecting loan repayment ability. This allows for more precise adjustments to risk management strategies.

#### **B. High-Performance Risk Prediction with XGBoost**

XGBoost (Extreme Gradient Boosting) is an ensemble learning algorithm known for its high performance. It builds trees sequentially and minimizes errors using gradient boosting methods, excelling in large datasets and complex prediction problems.

- **Gradient Boosting:** XGBoost adds new trees to correct errors from previous trees, continuously improving model accuracy. This method enhances the predictive accuracy of the model over time.
- **Regularization and Splitting:** XGBoost uses regularization techniques and optimal node splitting to control model complexity and prevent overfitting, maximizing predictive performance and providing more accurate loan repayment predictions.
- **Parallel Processing:** XGBoost supports parallel processing, enabling fast handling of large datasets. This is particularly useful for financial services requiring rapid processing, such as real-time risk assessments.

#### **C. Actual Application**

Risk management models are applied across Show+ Chain's various financial services to assess loan repayment ability and maintain financial portfolio stability.

- Loan Services: Show+ Rich analyzes loan applicants' credit data using Random Forest and XGBoost models to evaluate repayment ability. This analysis determines loan approval, appropriate interest rates, and loan limits.
- **Personalized Risk Assessment:** Financial data of each user is analyzed to provide personalized risk assessments. This allows users to receive recommendations for financial products best suited to their financial status.
- **Real-Time Risk Monitoring:** Financial transactions and loan repayment data are monitored in real-time to detect anomalies early and respond accordingly. This helps maintain financial portfolio stability and minimize potential risks.

Show+ Rich's risk management system leverages powerful ensemble methods like Random Forest and XGBoost to evaluate loan repayment ability and ensure financial portfolio stability. These algorithms analyze various features and employ sophisticated modeling techniques to provide reliable predictions, maximizing the efficiency of risk management. Through this approach, Show+ Chain offers safe and trustworthy financial services and fosters sustainable growth.

## 9. Show+Alpha: Innovation in Risk-Free Arbitrage with AI

## **Deep Learning-Based Algorithmic Trading**

1) **Market Forecasting and Strategy Development:** Deep learning models analyze market data to develop optimal trading strategies. These models predict real-time market changes and execute trades automatically.

## A. LSTM (Long Short-Term Memory) Networks

LSTM is a type of recurrent neural network (RNN) designed to learn long-term dependencies and is highly effective for handling time series data. It is used to learn complex patterns and trends in financial markets and predict future price fluctuations.

- **Long-Term Dependency Learning:** LSTM can learn long-term patterns and trends, making it advantageous for predicting long-term market volatility. It can provide effective predictions across various time frames, including daily, monthly, and yearly data.
- **Noise Filtering:** LSTM effectively filters out noise from market data, providing reliable prediction results. This enhances the stability of trading strategies.
- **Time Series Prediction:** LSTM predicts future prices based on past market data, helping determine optimal buying and selling points.

#### **B. GRU (Gated Recurrent Unit) Networks**

GRU is a variant of LSTM that maintains similar performance while improving computational efficiency. GRU processes market data quickly and effectively, making it suitable for real-time predictions and trading strategy development.

- Efficient Computation: GRU uses fewer parameters than LSTM, resulting in faster computation and lower memory usage. This is particularly advantageous for real-time market predictions.
- Short and Medium-Term Prediction: GRU is effective for predicting short and medium-term market volatility, aiding traders in developing quick-response strategies.
- **Fast Learning:** GRU learns quickly and can efficiently learn from smaller datasets, which is beneficial in rapidly changing market environments.

#### C. Attention Mechanism

The Attention Mechanism emphasizes important information at specific time points, allowing the model to focus on more significant aspects of the data. It is particularly effective in analyzing complex patterns and detecting critical market signals.

- **Emphasizing Important Information:** The Attention Mechanism highlights important points in time series data, improving prediction accuracy and aiding in forecasting sudden market changes.
- **Integrating Various Data Sources:** It integrates multiple data sources for comprehensive market analysis, facilitating the development of trading strategies that consider multiple market indicators simultaneously.

• **High-Performance Prediction:** Combined with LSTM and GRU, Attention Mechanism builds more sophisticated prediction models, detecting subtle market changes and formulating strategies accordingly.

#### **D.** Practical Application

Show+ Chain combines LSTM, GRU, and Attention Mechanism to develop powerful market prediction models and implement optimal trading strategies.

- **Real-Time Market Forecasting:** Utilizing GRU and LSTM, real-time market data is analyzed to predict price fluctuations, providing traders with immediate buy and sell signals.
- **Trading Bot Development:** Trading bots using Attention Mechanism detect crucial market signals and execute optimal trades automatically, ensuring consistency in trading strategies and minimizing emotional errors.
- **Portfolio Management:** Models combining LSTM and Attention Mechanism manage portfolio risk and optimize asset allocation strategies, contributing to long-term profitability.

# Conclusion

Show Plus Chain's market forecasting and strategy development leverage advanced deep learning algorithms like LSTM, GRU, and Attention Mechanism. These technologies effectively handle large time series datasets and learn complex market patterns to provide accurate predictions. By employing these methods, Show+ Chain offers optimal trading strategies and portfolio management solutions, effectively responding to market volatility. Show+ Chain's use of deep learning across various platforms, including recommendation systems, image recognition, fraud detection, community management, operational optimization, personalized financial services, NFT evaluation and management, travel recommendation systems, credit evaluation and loan management, and algorithmic trading, positions it as a leader in the future of finance and platform innovation.