



# Internet-of-Things (“IoT”) Security

## A reality check

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27 February 2019

# Agenda

- Foreword
- Risks and threats
- What we can do to close the gap (in security)
- Q&A



# FOREWORD





# Lots of THINGS Need Connecting



50Billion

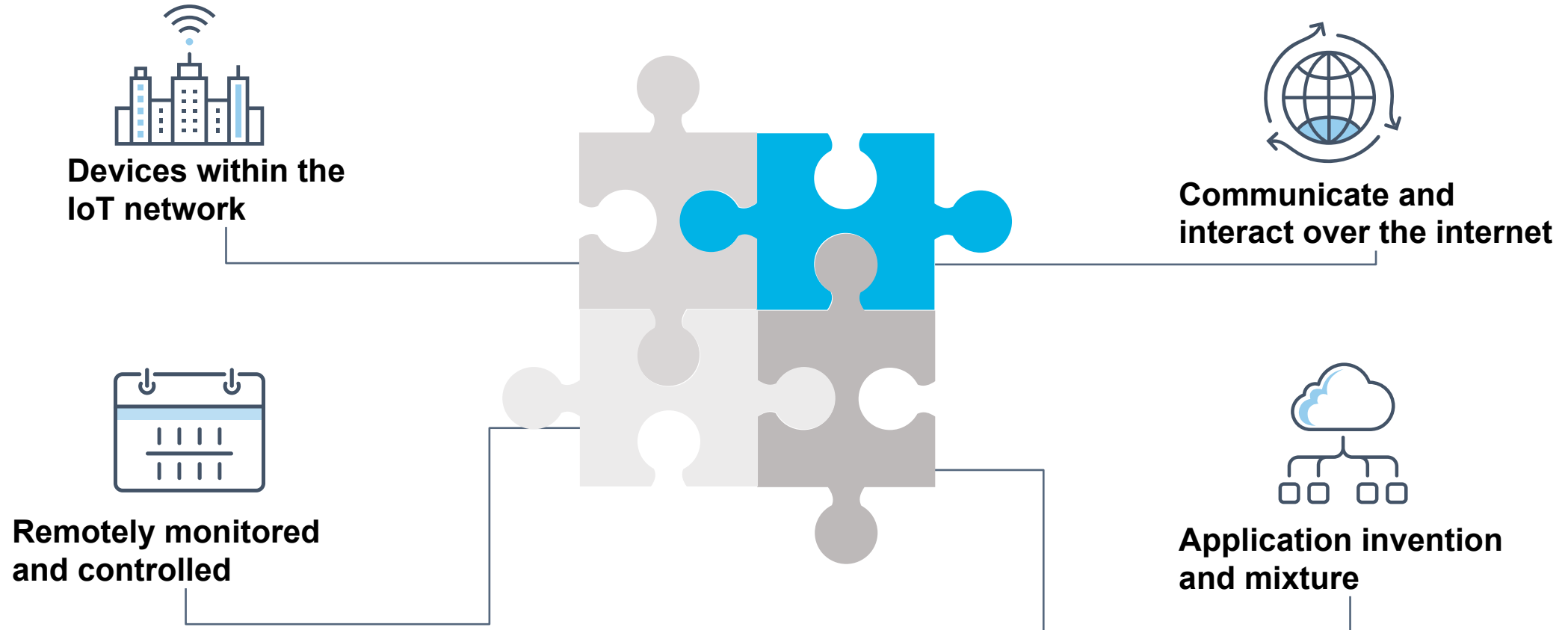


Source: Cisco IBSG projections, UN Economic & Social Affairs <http://www.un.org/esa/population/publications/longrange2/WorldPop2300final.pdf>



# Background

IoT enables anything that is embedded with electronics, software, sensors, actuators, and connectivity to be connected to each other and make life easier and simpler, but together with the convenience, new security challenges also arise around the usage of IoT devices.



IoT technology has grown rapidly around the world in the past years. The growth will just keep going and it is expected to have billions of IoT devices installed and operated in 2025.



# Building Cyber Leadership

*Cyber is Global*



# RISKS AND THREATS






# It starts with compromising “smart” devices that are built with no security in mind...

EDITION: **AS** ▼




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MUST READ: 5G warning: Don't let governments ruin our plans with greed and red tape, warn networks

## Over nine million cameras and DVRs open to APTs, botnet herders, and voyeurs

Re-branded IP cameras and DVRs sold by over 100 companies can be easily hacked, researchers say.

 By [Catalin Cimpanu](#) for [Zero Day](#) | October 9, 2018 -- 15:35 GMT (23:35 GMT+08:00) | Topic: [Security](#)

# OT – a gap in the security industry

TSMC lost US\$171 million off its revenue and much more of spoiled chips that need to be disposed



## Computer virus cripples top Apple supplier TSMC

by Sherisse Pham [@Sherisse](#)

🕒 August 6, 2018: 8:54 AM ET



# Hit another bump on the road for Industrial 4.0 (IIoT adoption)



The screenshot shows a web browser displaying an article on the CSO Online website. The header is dark blue with the CSO logo and navigation links. The article title is in large, bold black text. Below the title is the author and date. A social media sharing bar is present with icons for Facebook, LinkedIn, Twitter, Google+, and email. The article text discusses a security warning from DHS regarding a flaw in Advantech's WebAccess SCADA software.

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## DHS warns of another dangerous flaw in Advantech WebAccess SCADA software

Liam Tung (CSO Online) on 24 October, 2018 08:53

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The US DHS Industrial Control Systems CERT (ICS-CERT) has warned organizations using Advantech's ICS products to install an update that kills a remotely exploitable flaw in its WebAccess software.

WebAccess is the Taiwanese company's browser-based SCADA software for monitoring remote field devices. It's known among security researchers as a type of SCADA Human Machine Interface (HMI) system and has been the focus of security research in part because of its use of Microsoft's implementation of distributed computing protocol, Remote Procedure Call (RPC).



# Managing legal and regulations internationally – mounting risk and costs!



The screenshot shows the Federal Trade Commission (FTC) website. The header features the FTC logo, the text "FEDERAL TRADE COMMISSION PROTECTING AMERICA'S CONSUMERS", and navigation links: "Contact", "Stay Connected", "Privacy Policy", and "FTC en español". A search bar is also present. Below the header is a navigation menu with links: "ABOUT THE FTC", "NEWS & EVENTS", "ENFORCEMENT", "POLICY", "TIPS & ADVICE", and "I WOULD LIKE TO...". The main content area displays a press release titled "ASUS Settles FTC Charges That Insecure Home Routers and 'Cloud' Services Put Consumers' Privacy At Risk". The breadcrumb trail is "Home » News & Events » Press Releases". The article text states that Taiwan-based computer hardware maker ASUSTeK Computer, Inc. has agreed to settle FTC charges regarding critical security flaws in its routers. To the right of the article is an "EVENTS CALENDAR" button and links for "In English" and "En Español". Below these are sections for "Related Cases" (listing "ASUSTeK Computer Inc., In the Matter of") and "Related Actions".

**FEDERAL TRADE COMMISSION**  
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Contact | Stay Connected | Privacy Policy | FTC en español

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ABOUT THE FTC | NEWS & EVENTS | ENFORCEMENT | POLICY | TIPS & ADVICE | I WOULD LIKE TO...

Home » News & Events » Press Releases » ASUS Settles FTC Charges That Insecure Home Routers and "Cloud" Services Put Consumers' Privacy At Risk

## ASUS Settles FTC Charges That Insecure Home Routers and "Cloud" Services Put Consumers' Privacy At Risk

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**FOR RELEASE**  
February 23, 2016

**TAGS:** [deceptive/misleading conduct](#) | [Technology](#) | [Bureau of Consumer Protection](#) | [Consumer Protection](#) | [Privacy and Security](#) | [Consumer Privacy](#) | [Data Security](#)

Taiwan-based computer hardware maker ASUSTeK Computer, Inc. [has agreed to settle Federal Trade Commission charges](#) that critical security flaws in its routers put the home networks of hundreds of thousands of consumers at risk. The administrative complaint also charges that the routers' insecure "cloud" services led to the compromise of thousands of consumers' connected storage devices, exposing their sensitive personal information on the internet.

**EVENTS CALENDAR**

[In English](#)  
[En Español](#)

**Related Cases**  
[ASUSTeK Computer Inc., In the Matter of](#)

**Related Actions**

# Getting eerily as they start to hit public transportation – flashes of 9-11

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## Gatwick airport drone flight disruption: Army called in as drone pilot plays cat and mouse with police sparking mayhem for Christmas getaway passengers

Follow live updates on the latest at [Gatwick Airport here](#) +++ Chaos at Gatwick after drones flown over airport last night and in the early hours +++ Police hunting for pilots who sparked mass delays +++ Over 100,000 passengers caught up in mayhem +++ 760 flights either cancelled or delayed today by drones

JONATHAN PRYNN | JUSTIN DAVENPORT | NICHOLAS CECIL | JOHN DUNNE | BENEDICT MOORE-BRIDGER |  
Thursday 20 December 2018 12:14

# New terminology coined (achievement unlocked!)

Victim of your own circumstances

## Siegeware: When criminals take over your smart building

Siegeware is what you get when cybercriminals mix the concept of ransomware with building automation systems: abuse of equipment control software to threaten access to physical facilities



Stephen Cobb 20 Feb 2019 - 11:27AM



# Shooting cars at your key infrastructures

## Chinese Hackers Find Over a Dozen Vulnerabilities in BMW Cars

📅 May 23, 2018    👤 Mohit Kumar



# Lemmings

by Psynosis...are these guys psychic?



# And now you can kill ...with a click

## Hacking risk leads to recall of 500,000 pacemakers due to patient death fears

FDA overseeing crucial firmware update in US to patch security holes and prevent hijacking of pacemakers implanted in half a million people





# From Weapons of Mass Disruption to Weapons of Mass **DESTRUCTION** ?!

- The number of Internet of Things (IoT) devices is large, diverse, and inadequate. The number of malicious programs on IoT devices is rapidly increasing. The IoT devices are dominated by monitors and IP cameras, and the rest are various network devices and routers, or VoIP phone and printer, etc.
- IoT devices have become the main target of cyber attacks and the main source of security threats due to the proliferation of malicious programs on IoT devices.
- Hackers may use the IoT devices to establish relay stations, invade drones to steal sensitive information, and invade wearables and medical devices to obtain biological information.
- IoT can even be used to threaten lives! An armchair weapon of mass destruction!







# CHALLENGES

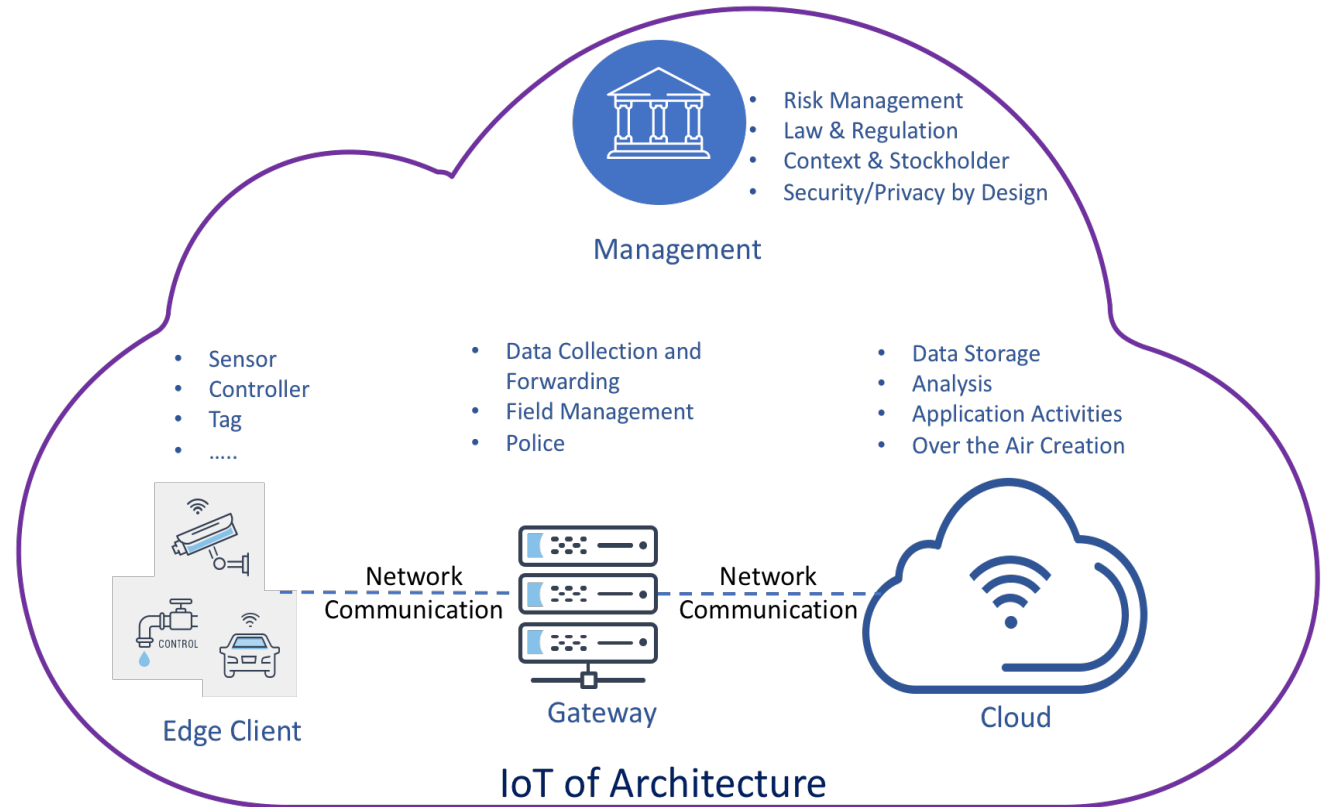


# Framework and Components

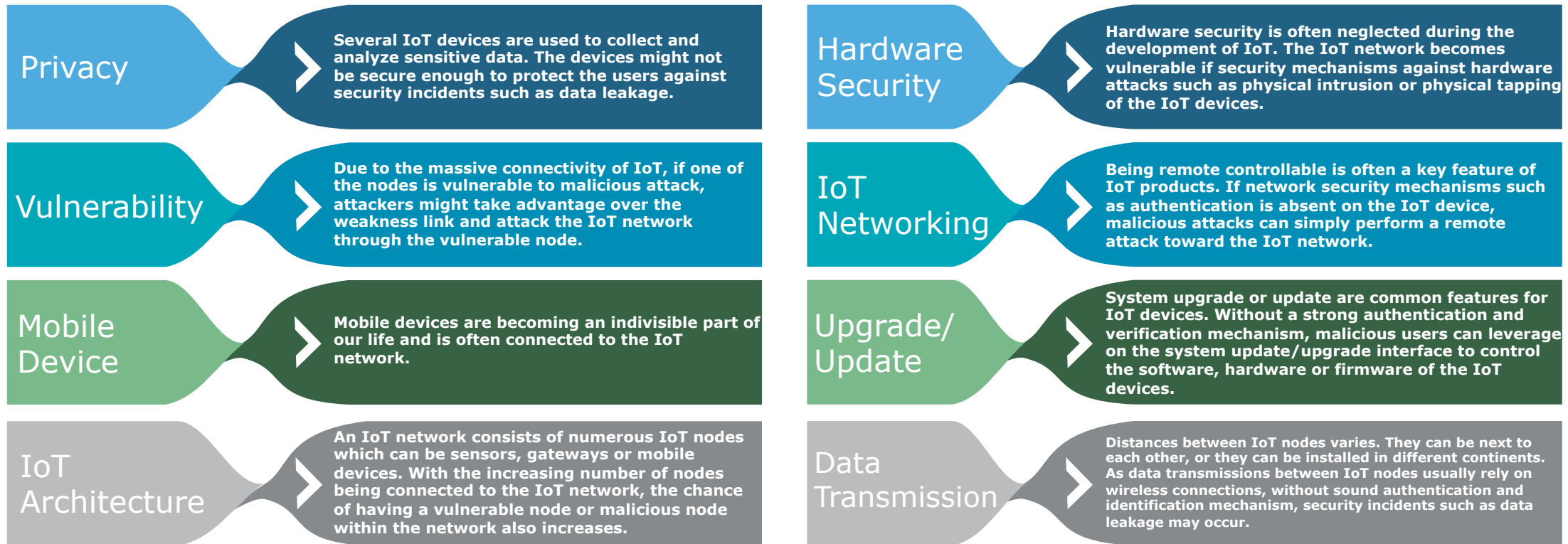
Due to the complexity of the IoT architecture, it is not ideal to include all security issues related to each architecture in the world in the framework. Instead, this framework focus on the most common core components of the IoT architecture, which are: Edge Client, Gateway and Cloud.

## Common use cases of the core IoT components:

- **Edge Client**  
Senses and collects data, then send the collected data to the Gateway
- **IoT Gateway**  
Acknowledges and confirms the reception of the data with Edge Client, then perform identification on the data before sending it to the Cloud
- **Cloud**  
Receives the data from Gateway, then saves the data into its storage. After analyzing the data, output will be broadcasted to the Edge Client through Gateway



# Security Challenges



The above challenges are the most common and critical security challenges associated with IoT. If they have not been considered during the development IoT, the IoT ecosystem will become vulnerable if more and more vulnerable IoT devices start to kick in. As such, we proposes the CSCIS IoTsf to provide recommendations and best practices for IoT developers.



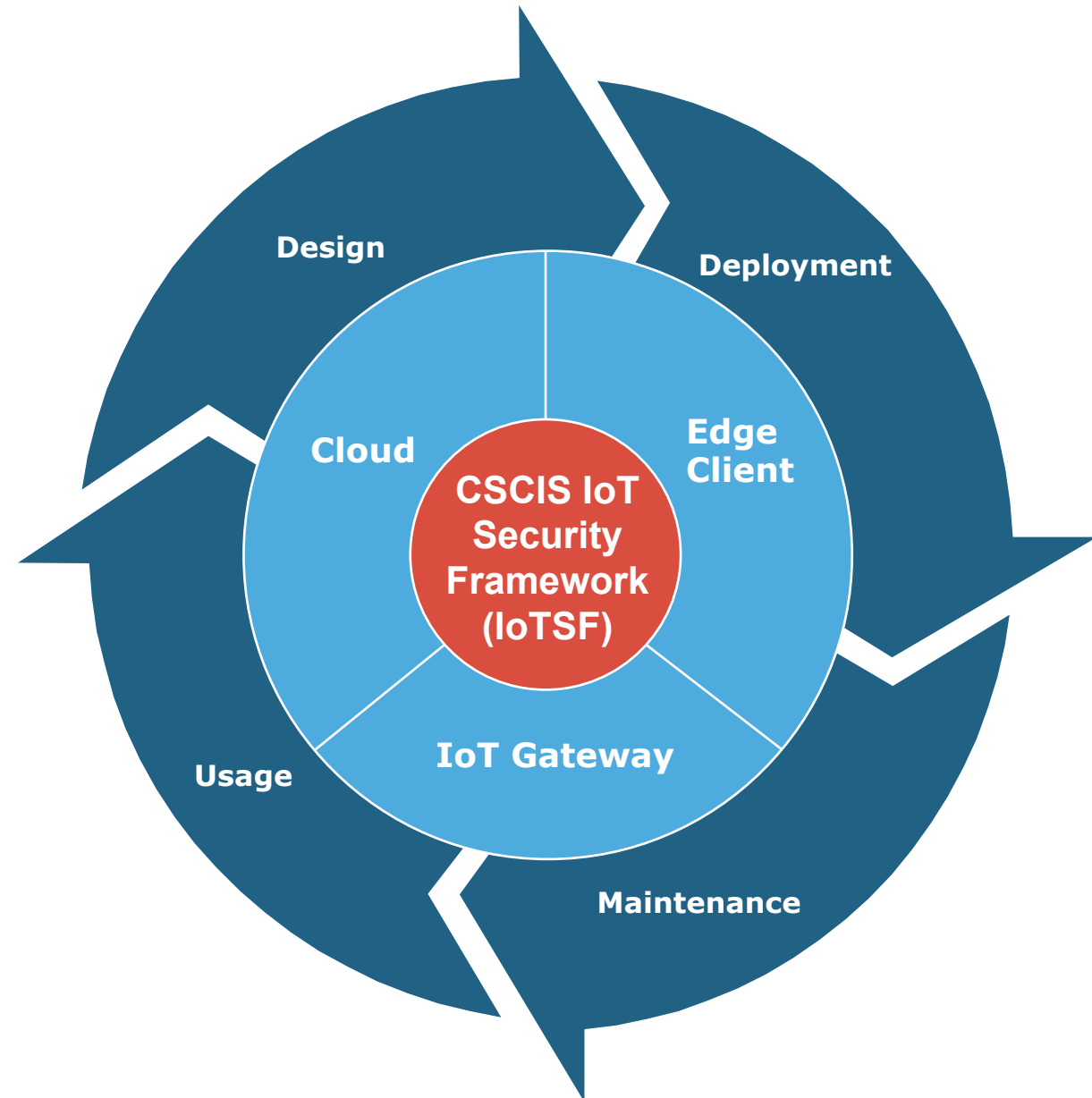
# What we can do to close the gap (in security)



# Objective

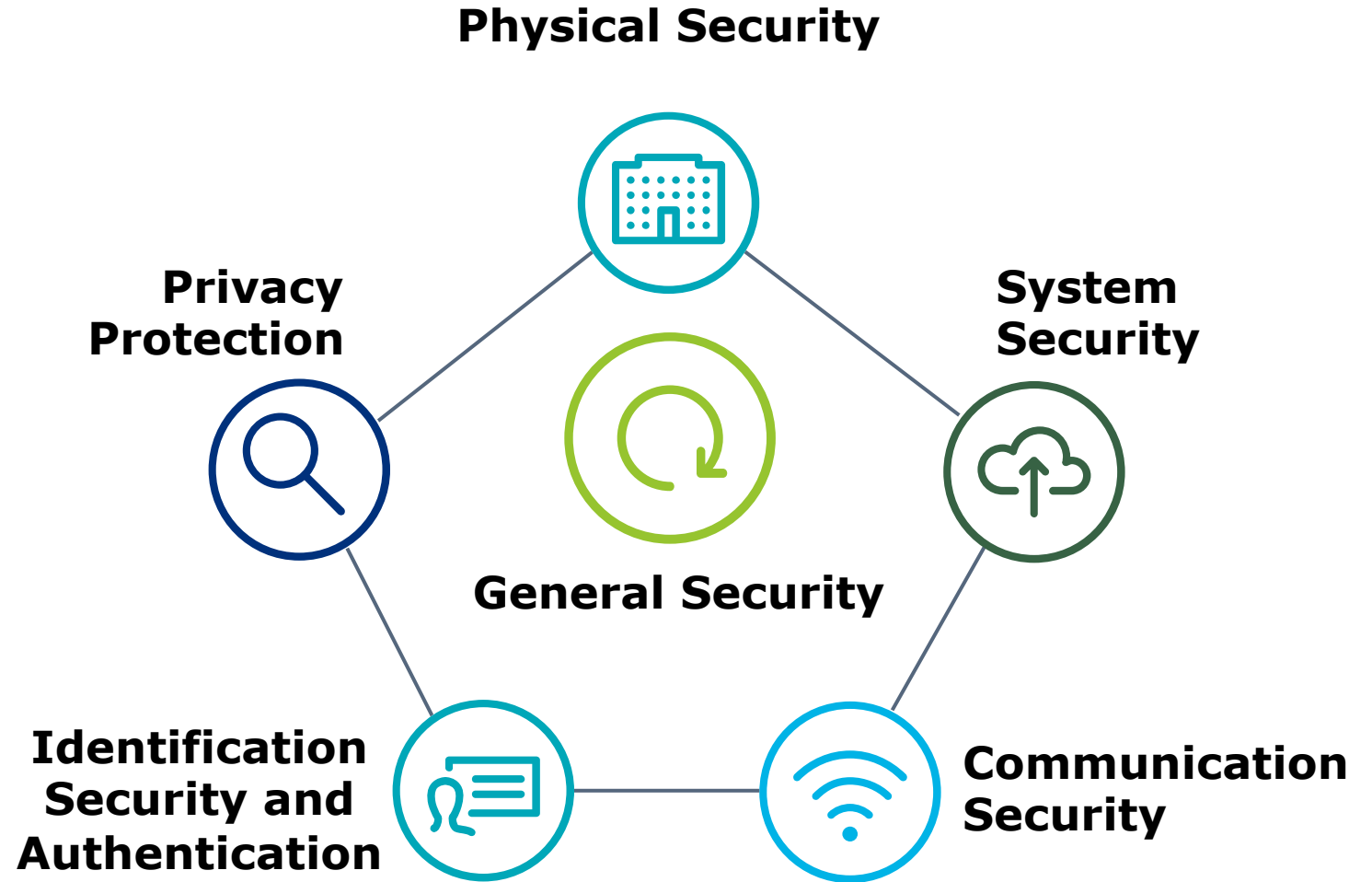
We aims to:

- Create a more secure IoT ecosystem through a well-defined IoT security framework on IoT components including edge clients, gateways and cloud.
- The framework provides recommendations and best practices for development and application of IoT and educate both the IoT developers and users on how to secure their IoT.
- The CSCIS IoT Security Framework (IoTSEF) will help to strengthen the security of IoT by contributing recommendations and best practices on design, deployment, maintenance and usage of IoT devices.



# CSCIS IoT Security Requirements

- Security recommendations and best practices on IoT are necessary to help secure the IoT ecosystem as well as building trust on IoT utilization
- CSCIS not only aims to provide recommendations and best practices for IoT development. But at the same time, educate the IoT users on the security requirements of their IoT devices and how they can utilize the security mechanisms to have a more secure IoT experience.
- CSCIS has identified 21 IoT security requirements and they can be categorized into 6 different categories, which are: general security, physical security, system security, communication security, identification security and authentication, and privacy protection.



# Key security controls

## **Security by design**

Consider the security of the whole IoT system from a consistent and holistic approach during its whole lifecycle across all levels of device/application design and development, integrating different security policies and techniques and design architecture by compartments to encapsulate elements in case of attacks throughout the development, manufacture, and deployment.

## **Risk and Threat Identification and Assessment**

Identify the IoT ecosystem context including key network/information systems and intended use /environment of a given IoT device then using a defense-in-depth approach to Identify significant risks among the IoT ecosystem.

## **Management of Security Vulnerabilities and Incidents**

Establish procedures for analyzing and handling security incidents and participate in information-sharing platforms to report vulnerabilities and receive timely and critical information about current cyber threats and vulnerabilities from public and private partners.  
Based on the mentioned information-sharing platforms, create and coordinate and a publicly disclosed mechanism for vulnerability reports.



# Key security controls (Cont.)

## Third-Party relationships

It is necessary for IoT hardware manufacturers and IoT software developers to adopt cybersecurity supply chain risk management policies and communicate the cyber security requirements to their suppliers and partners.

## Cryptographic Management

Proper and scalable management mechanism and requirements should be implemented and enforced for cryptographic key generation, exchange, storage, usage, replace and discard.

While adopting cryptographic algorithms for data process and communication, use well known ones that recognized by the scientific community, etc. Certain proprietary solutions, such as custom cryptographic algorithms, should be avoided.

# CSCIS IoT Security Requirements Mapping

| Component Category                | Security Requirement                                 | IoT Components |         |       |
|-----------------------------------|------------------------------------------------------|----------------|---------|-------|
|                                   |                                                      | Edge Client    | Gateway | Cloud |
| General Security                  | Security by Design                                   | ○              | ○       | ○     |
|                                   | Risk and Threat Identification and Assessment        | ○              | ○       | ○     |
|                                   | Management of Security Vulnerabilities and Incidents | ○              | ○       | ○     |
|                                   | Third-Party Relationships                            | ○              | ○       | ○     |
|                                   | Cryptographic Management                             | ○              | ○       | ○     |
|                                   |                                                      |                |         |       |
| Physical Security                 | Physical Interface                                   | ○              | ○       | N/A   |
|                                   | Physical Layer                                       | ○              | ○       | N/A   |
| System Security                   | Operating System                                     | ○              | ○       | N/A   |
|                                   | Sensitive Data Storage                               | ○              | ○       | ○     |
|                                   | Web-Based Management Interface                       | ○              | ○       | ○     |
|                                   | Application Programming Interface                    | ○              | ○       | ○     |
|                                   | System Logging                                       | ○              | ○       | N/A   |
|                                   |                                                      |                |         |       |
| Communication Security            | Network Port                                         | ○              | ○       | N/A   |
|                                   | Sensitive Data Transmission                          | ○              | ○       | ○     |
|                                   | Communication Interface                              | ○              | ○       | N/A   |
|                                   | Communication Protocol                               | ○              | ○       | ○     |
| Identification and Authentication | Authentication                                       | ○              | ○       | ○     |
|                                   | Password                                             | ○              | ○       | ○     |
|                                   | Authorization                                        | ○              | ○       | ○     |
| Privacy Protection                | Assessment of Sensitive Information                  | ○              | ○       | ○     |
|                                   | Assessment of Impacts on Sensitive Information       | ○              | ○       | ○     |



# Q&A