47 Steps to Protect Your Business From Hackers, Disasters, and Thieves"

August 9-11, 2005

NEbraskaCERT Conference Omaha, NE Debbie Christofferson Sapphire-Security Services LLC

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"Got Security?"

Is security a real consideration and is it supported?
 What is your biggest business concern regarding security?



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Are You Leveraging Your \$\$\$?

"Computer security has become the single most important topic in the IT world. ...Security budgets have outpaced overall IT expenditures..."

"A Security Plan With Teeth", CFO-IT Magazine, Spring 2005

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Is Your Spending Making a Difference?

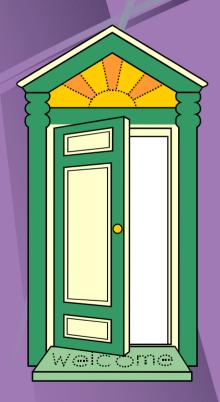
"Gartner says that over the next two years, roughly 80% of all companies will spend about 10% of their security budgets on unnecessary fixes, ..."

"Heading Off Hackers", Computerworld, January 31, 2005

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Contents - 7 Steps



Identify risks & rewards **Define strategy** Pay attention to people Execute critical processes Deploy technology solutions Apply Trends Get to the bottom line Resources

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Risks & Rewards



www.pl8s.com/coke.htm

Digital Trade Secrets



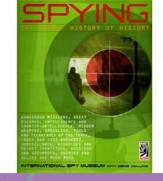
From 50 to 70 percent of the value of a company today is derived from its proprietary data and trade secrets, and 90 percent of those secrets can be found in digital form. <u>American Society for Industrial Security</u> and PricewaterhouseCoopers 2000 study http://www.business2.com/b2/subscribers/articles/ print/0,17925,527791,00.html

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We're Under Attack



"82% of companies reported virus attacks, even though 99% of them ran anti-virus software."

- 2003 CSI/FBI Computer Crime & Security Survey

"Symantec Corp. tests indicated an IM virus could infect as many as half a million users in as little as 30 to 40 seconds."

"Security Wire Perspectives", 12/6/04, Information Security Magazine
 "Spyware Will be a top Threat in 2005",

www.watchguard.com by Marcia Savage, SC Magazine

"Identity Theft Now Costs US Businesses Some \$33B
 a Year" - Peter Krass, CFO-IT Spring 2005

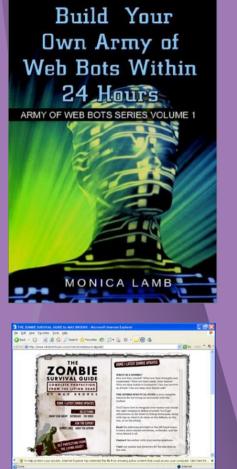
Spam nightmare grows for Small Firms"

The SC Infosecurity Newswire, 1/28/05 www.scmagazine.com

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"Botnets More Menacing Than Ever"



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"...More than a million machines worldwide are bot-infested and under the control of hackers; ... (most) attacks ... monitored last year were designed to covertly steal information or take over computers for criminal purposes." By Bill Brenner, News Writer 18-Mar-2005, SearchSecurity.com

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HACKING

"...a group of hackers ..., learned the practice of "carding"—buying goods online with stolen credit cards."

" ... among other things, tapped a database of an estimated 50,000 credit cards ..." BY Art Jahnke, CSOOnline Magazine, 010105,

"Russian Roulette", http://www.csoonline.com/read/010105/russian.html

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Companies Make it Easy



Thieves snatch documents containing Social Security numbers and other personal data from the mail, steal computers with stored data, hack databases, buy IDs from other thieves, bribe company insiders, fish through the trash, and trick us into providing their user Ids and passwords.

"The New Face of Identity Theft", CFO-IT, Spring 2005

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ChoicePoint's stock dropped nearly 0% after announcing that criminals duped it into giving access to its database.

"ChoicePoint Execs Sold Stock Before Leak Revealed" Harry R. Webber of the Associated Press, The Arizona Republic, 2/27/05



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Phishing

Symantec filters blocking 33M phishing attempts a week in Dec/04, up from 9M a week in Jul/04, ...an increase of ... 366%.

3/21/05 press release at http://ses.symantec.com/ content.cfm?ArticleID=5491

🕘 Web Ma	il Message - Microsoft Internet Explorer		
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Dear eBay customer,

Your Account has been **Suspended**. We will charge your account once per year. However you will receive a confirmation request in about 24 hours after you make complete the unsuspend process. You have 24 hours from the time you'll receive the e-mail to complete this eBay Request. You have been indefinitely suspended from eBay because our records indicate your account was involved in activities that violate our policy governing seller nonperformance. Also you can make an unsuspend process providing additional information! Learn more about this <u>offense</u>.

X 100 To help protect your security. Internet Explorer has restricted this file from showing active content that could access your computer. Click here for opti... >



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"Thieves Tap Wi-Fi Networks With Ease"

"Connections are being commandeered for child pornography, fraud, death threats and identity and credit-card theft."
"...Most consumers who spend the \$60 to

\$80 for a wi-fi router are just happy to make it work at all and never turn on encryption."



Wifi Finder detects wireless networks up to 200' away

By Seth Schiesel, New York Times The Arizona Republic, March 20, 2005

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"Hacker Breaches T-Mobile Systems, Reads US Secret Service Email"

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"A sophisticated computer hacker had access to servers at wireless giant T-Mobile for at least a year, which he used to monitor US Secret Service email, obtain customers' passwords and Social Security numbers, and download candid photos taken by Sidekick users, including Hollywood celebrities, ...".

By Kevin Poulsen, *SecurityFocus*, 12-Jan-2005 www.theregister.co.uk/2005/01/12/hacker_penetrates_t-mobile/

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"Mobile Phone Virus Found in US"

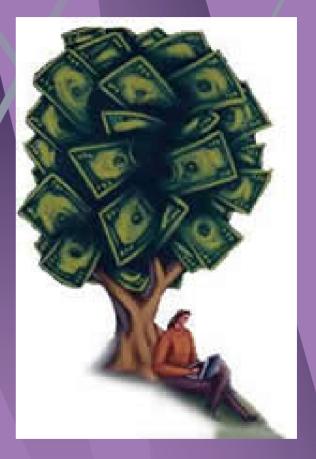
"The world's first mobile phone virus 'in the Wild' has spread to the United States from its birthplace in the Philippines eight months ago, ... The virus, called Cabir, has spread slowly into 12 countries and marks the beginning of the mobile phone virus era, ..." From MSNBC.com (Topic: Mobile Viruses) Feb 18:((2005) http://www.businessweek.com/magazine/content/05_09/b3922046_mz011.htm

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Creating a Strategy

What are you protecting, and what's the value if it's lost stolen, altered, or unavailable?



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Why Security Matters

Preserve core business and intellectual assets Avoid financial losses Keep your business up and running Comply to regulations Protect customers, shareholders, partners, and communities Increase productivity and reliability Enhance reputation and competitive advantage in the market

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Enable the Business



- Identify your core business and what absolutely has to be protected
- Tie strategy to organization's key objectives
- Create infrastructure to support your critical business
- Base it on prioritized risks to core business
- Engage management



Security Questions

Can you pass a compliance audit? Are your systems used to • Spew our forged email? Hack and deface web sites? Serve child pornography? Illegally download music or software? What gets posted to your network? Do you mean for everything on your web site to be public



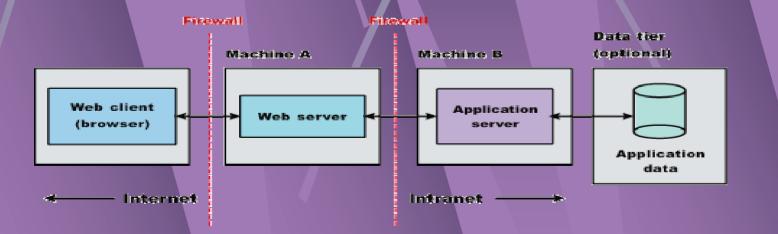
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Security Components

Technology
 People
 Processes





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Security Principles

Treat security as a people problem not a technology solution Policy spells out position on protection Security exists as a function People understand the expectations Security is a cost of doing business Tie-in to business objectives is critical

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Risk Components

Confidentiality
Integrity
Availability
Accountability
Priority: High, Medium, Low



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The Human Element



"The Weakest Link!"

"When I did security audits, I found the fastest path into a secure area was to effectively look for the key under the doormat. People simply don't think about security enough and, without knowing it, will often create exposures ... to simplify their jobs. ...No platform alone can fully compensate for this."

"What if Microsoft Got it Right?", By Rob Enderle, *TechNewsWorld*, 03/01/04 <u>http://www.technewsworld.com/story/32976.html</u>

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"I've Seen the Enemy and the Enemy is Me"

"If the exposure is people and people are gullible, then security at a product level might only make you feel more secure. You might not actually be more secure."



"What if Microsoft Got it Right?" By Rob Enderle, *TechNewsWorld* 3/1/05 <u>http://www.technewsworld.</u> <u>com/story/32976.html</u>

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People

Executive staff
Managers
Employees
Contract & temp staff
Outsourcers
Vendors & Suppliers
Customers
Visitors

System Support

- System & network admins
- DB admins
- Web admins
- Help Desk Admins
- Programmers & Developers

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"...Lack of consumer awareness, if not downright naiveté, allows the war to escalate." ...between hackers and security programmers

The Arizona Republic, 12/27/04, "Hackers Hone for Holidays



Security Education, Awareness, and Training

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"... Home users who aren't updating their antivirus or installing security patches may have to get burned before they understand," - Steve Fallin, director of WatchGuard's rapid response team

"Extroverts More Likely to Open Virus-Laden E-Mail Attachments,", Mark Baard Contributing Writer, *Security Wire Perspective*, 01/24/05, published by *Information Security Magazine*

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Supporting Structure

Policies & Standards Education & Awareness Account terminations & changes Account management IDs and access rights Incident response Business continuity planning

Change management **Audits Metrics Physical access Development life** cycle Media disposal

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"Stolen passwords enable ID thieves to roam undetected in computer systems."

CFO Magazine (CFO-IT), Spring 2005



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What is Your Ravorite Pet's Name?

T-Mobile.com requires users to answer a "secret question" if they forget their passwords. For Hilton's account, the secret question was "What is your favorite pet's name?" By correctly providing the answer, any internet user could change Hilton's password and freely access her account.

"How Paris Hilton Got Hacked" Feb 22 2005, *Mobile Tracker,* http://www.mobiletracker.net/archives/2005/02/22/paris-hiltonhacked-sidekick-phone-





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What are You Throwing Out?



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The Royal House of Serbia & Yugoslavia

"Is Your Crown Passable?" "CEOs running small companies should be realistic about their retirement plans and begin an internal search for a successor well in advance of that date to ensure the individual has the proper training, understands all aspects of the business and is prepared to take the reins."

BusinessWeek, by Karen E. Klein, 2/17/05

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Florida's Hurricanes

"Overall return on investment was directly proportional to preparation.....Companies that has focused solely on disaster recovery planning—without including plan for full business continuity --were affected more." "Up and Running", John Medaska, CSO Magazine, December 2004, P. 22



http://meted.ucar.edu/hurrican/

strike/text/dz_dsc.htm

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Technology

Hype Vs. Reality

Virus protection at client and server Software updates Camera phones Encryption

cru

Peer to Peer file sharing
IDS & IPS
Network segmentation
VPN Remote Access
Firewall
Penetration testing
Watermarking

USB Storage devices

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Top Ten Most Critical Web Application Security Vulnerabilities

 Broken Access Control
 Broken Account and Session Management
 Buffer Overflows
 Command Injection Flaws
 Cross-Site Scription (XSS) Flaws

Source: Open Web Application Security Project (OWASP) Error Handling Problems **Insecure Use of** Cryptography Remote Administration Flaws Unvalidated Parameters Web and Application Server Misconfiguration

CSO Magazine, February 2005

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Software Quality

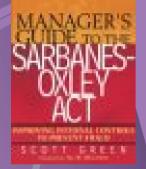
"You really need a revolution in the IT industry, If engineers built bridges as software developers build software, there wouldn't be a bridge standing.

Mary Ann Davidson, Oracle CSO, "Security Wire Perspectives", Vol. 6, No. 93, December 6, 2004 by *Information Security Magazine*

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"Executives International estimates that it will cost corporations an average of \$3 million to comply with the rule"

"Sarbanes-Oxley Delay Granted", Deborah Solomon, *Wall Street Journal*, 3/6/05

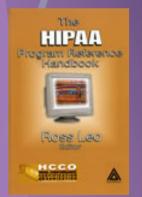
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Trends







Converging voice, data, video Broadband to power plug Wireless and portability Increasing regulations Outsourcing Collaboration Mergers & Acquisitions Blogging PodCasting eLearning





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	b history and chats instantly sen, even when you're not online ds on Google	By downloading, you agree to our Terms & Conditions and Privacy Policy
Google Desktop Search Ends:		Agree and Download
El Outook / Outook	C Word	FREE and takes seconds to install
A ACL Instart Messenger a Heart Eightrar 3 Test	E Ecol PowePort	Task download - shoul 1 adapte on a modern (900) Trapper (Workers 20 of Workers 200 (27)+
About Press & Testmonate	Screening the Contectus	Nationalically starts when you turn in your computer
	ADD14 Georgia	

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Rising Crime

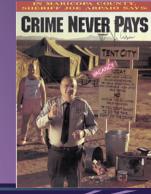


"...Sale of bootleg products is estimated at to account for up to percent of global trade..."

CSO Magazine, Dec/ 2004, "Top Billing: News From Inside the Beltway"
 Rising high-tech theft: Laptops, CPU scams, freight theft



Super-sleuth Sherlock solved crimes with forensic chemistry



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Opportunities

Update software Define & communicate security policy Implement standards Build security into technology deployments Protect data at the source Manage accounts Audit your program to identify and close gaps Hire and manage for skill and retention Plan for business continuity

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www.dw-world.de/ dw/article/ 0,,1113690,00.html

Technology Solutions

Install firewalls, anti-virus and spyware solutions, **VPN** remote access Segment the network Protect data in transit and storage Build better software Encryption Biometrics





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Call to Action

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"Alexey Lyanov's Advice to CISOs"

- 1. Do not store information on your network that doesn't have to be there.
- 2. Don't think that custom software will not be hacked.
- 3. Pay attention to your entire business infrastructure—IT and otherwise.
- 4. Make someone responsible for installing all security updates.
- 5. If you choose to communicate with hackers, do not make promises you can't keep. http://www.csoonline.com/read/010105/russian.html

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"Companies that manage their information efforts sooner, rather than later, will lower their risks. Those that delay or avoid the issue will suffer through endless cycles of business disruptions, stock price slides and inevitable lawsuits." "IT security: Something's Gotta Give" February 10, 2004, by Jon Oltsik http://news.com.com/2010-7355_3-5156080.html

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Conclusion

Security is not a technology issue
Layer your approach
It's not all or nothing: Balance risk and cost to your bottom line





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Free US Consumer Credit Report

www.annualcreditreport.com or Call 877-322-8228 toll-free Or complete the Annual Credit Report Request Form and mail it to Annual Credit Report Request Service • P. O. Box 105281, Atlanta, GA 30348-5281 Starts in June for Southern states, in September for Eastern states, and already in affect in Western and Northern states. Visit www.ftc.gov for more information www.myfico.com for credit scores (for a paid fee)

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"10 Questions to Keep Outsourcing on the Mark"

 Overseas expansion or global image
 Staff overload
 Tight deadline on critical business objective
 New lines of business
 Areas that don't interact with customers

> "Outsourcing Tune-up", Computerworld, 11/2/04

Efficiency of operations
 Changes in outsourcing trends

- Changes in talent market
- Vendor performance on benchmarks & pricing
- How well strategic
 objectives are being
 met

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