Security risks and patches – The effects of IT-vulnerabilities on the society

OTKA PD-109740

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Project environment

- ICT became standard infrastructure
- Part of critical infrastructure
- Vulnerablities are a common issue
  - IT point of view is general
  - No standardized methodology to handle spillover effects on the economy
- End-user, Corporate, Government levels

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Aims of the project

- Identify the effects of software vulnerabilities
- Create a representative modeling environment
- Define a standardized methodology to handle the spillover effects in monetary terms

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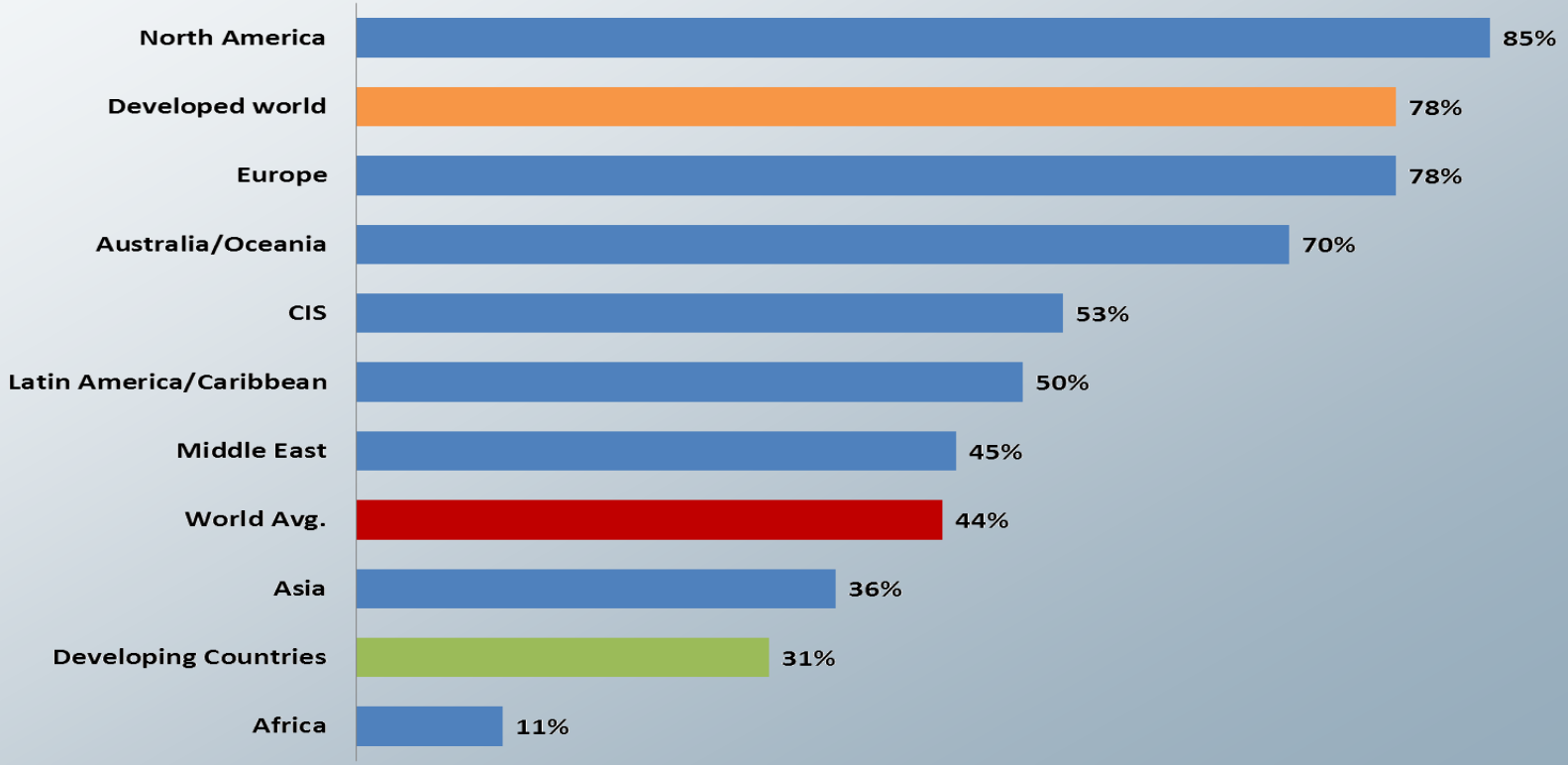
A World connected as never before



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The true costs of cyber-crime

- $400 billion/year ($375 - $575 billion)
- GDP loss
  - High income countries: 0,9%
  - Developing countries: 0,2%
  - Average 0,5%
- Hiding and denial is common

The true costs of cyber-crime

- Components
  - The loss of intellectual property,
  - the theft of financial assets and sensitive business information,
  - opportunity costs, additional costs for securing networks,
  - the cost of recovering from cyberattacks,
  - reputational damage, etc.

The true costs of cyber-crime

- Unreported incidents
  - Reputation issues
  - Lack of organizational background
  - Lack of obligatory statistics
- Ambiguous data
  - Difficult to make estimates

Software vulnerabilities

- A security exposure
- A product weakness
- Allow an attacker to compromise the integrity, availability, or confidentiality
- Developers should fix ASAP.

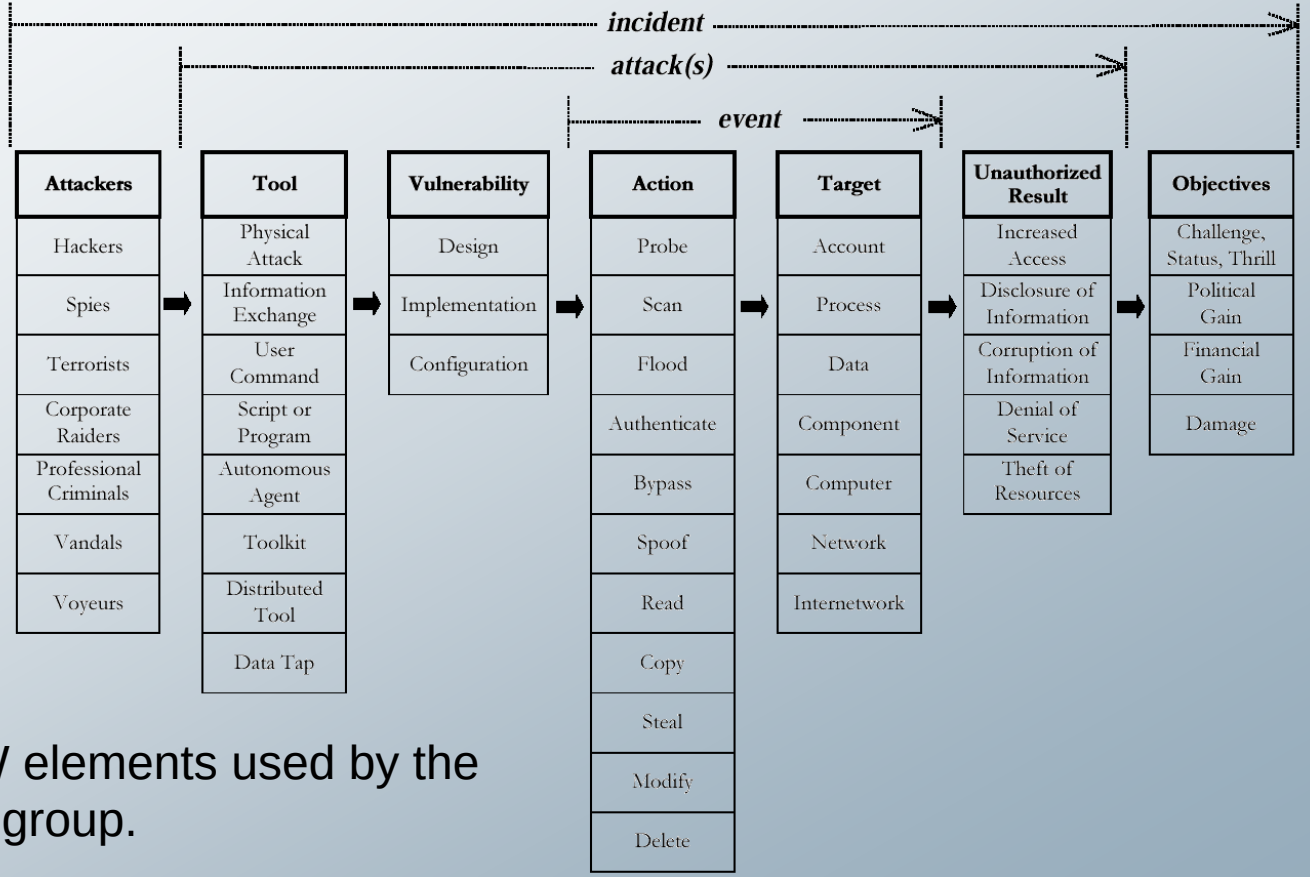
Phase 1: Vulnerability research

- Goal: identify how certain IT environments are affected by the vulnerabilities on the accessible vulnerability lists
- Methodology for risk analysis
  - Model based on the main risk analysis methodologies
    - Quantitative
    - Qualitative
    - Stochastic

Basic inputs

- Expected value
  - **Damage caused × Probability of occurance**
- Effective damage calculation
  - • The difference between the first total value of the residual value (loss of tangible value)
  - Re-production value (new value)
  - The costs of the elimination of the outcomes (recovery value)
  - The damage of intangible assets (loss of intangible value) (goodwill, consumer trust, etc.)

IT-environments and involvement



All SW elements used by the target group.

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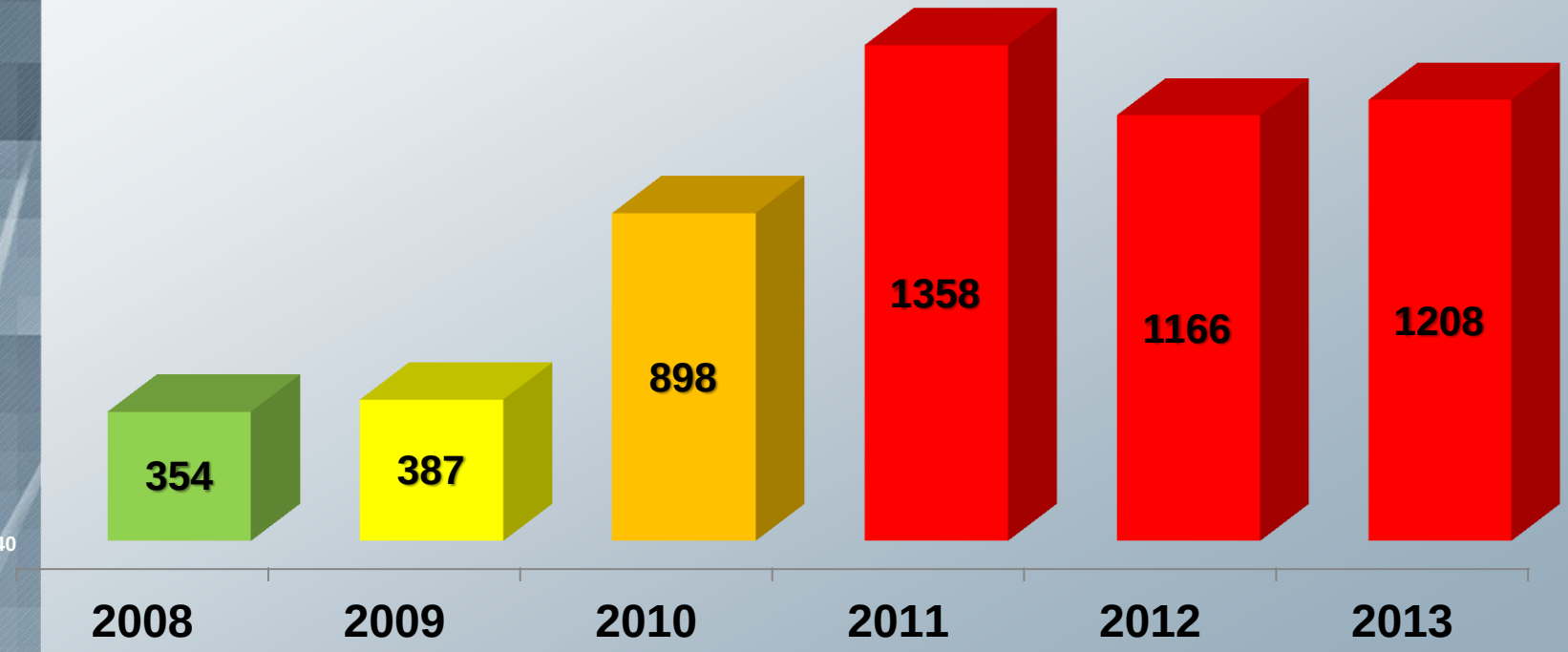
Data sources

- The National Vulnerability Database operated by US-Cert (USA Homeland Security)
- The vulnerability database of Secunia Advisories
- Mitre.org – Common Weakness Enumeration (CWE)
- Vendor reactions and data (based on internet search)

5 year vulnerablity trend



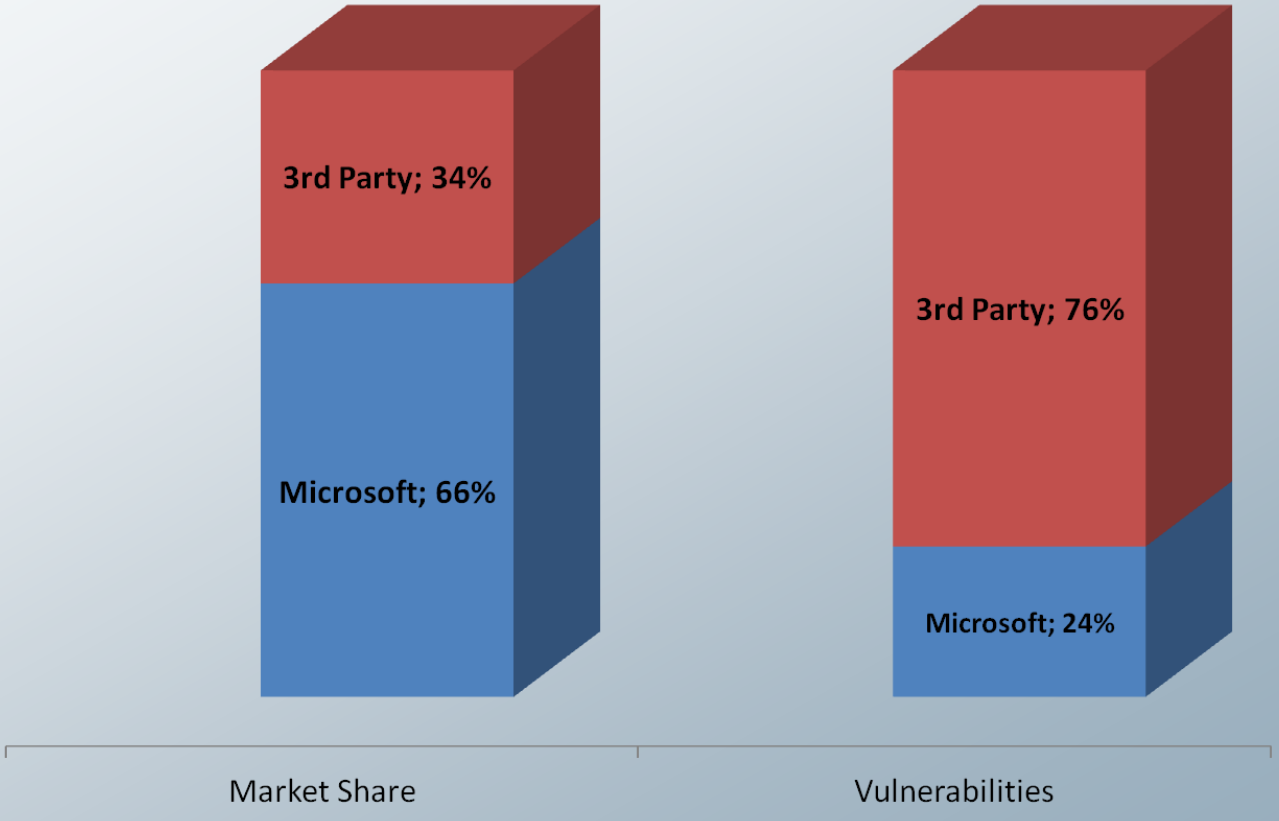
Installed software on a typical endpoint – 50 most popular SW

- 33 – Microsoft programs
- 17 – 3rd party programs

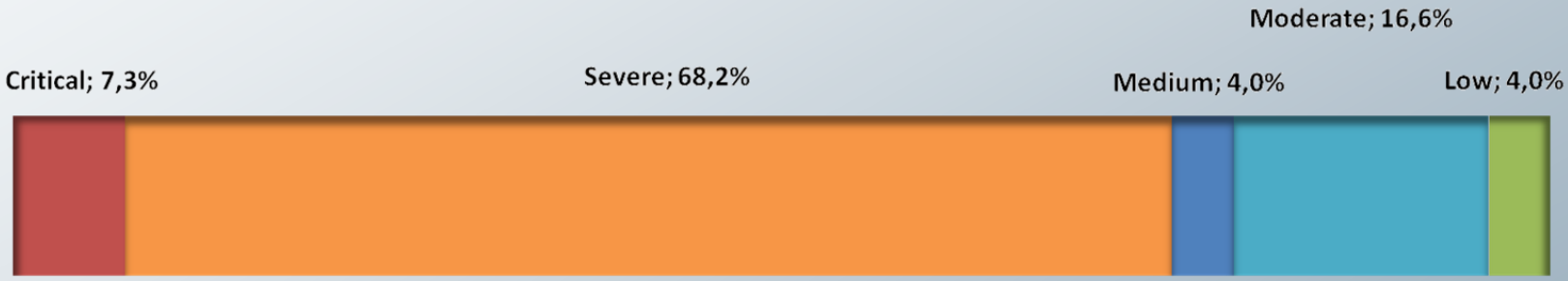
The end-user sample 2014. OS:Windows7

- MICROSOFT XML CORE SERVICES (MSXML)
- MICROSOFT WINDOWS MEDIA PLAYER
- MICROSOFT INTERNET EXPLORER
- MICROSOFT .NET FRAMEWORK
- ADOBE FLASH PLAYER
- MICROSOFT VISUAL C++ REDISTRIBUTABLE
- ADOBE READER
- MICROSOFT SILVERLIGHT
- MICROSOFT POWERSHELL
- ORACLE JAVA JRE
- MICROSOFT WINDOWS DEFENDER
- MICROSOFT WORD
- MICROSOFT EXCEL
- MICROSOFT POWERPOINT
- WINDOWS DVD MAKER
- MOZILLA FIREFOX
- GOOGLE CHROME
- WINDOWS MEDIA CENTER
- MICROSOFT VISIO VIEWER
- DRIVER PACKAGE INSTALLER (DPINST)
- MICROSOFT OUTLOOK
- COMDLG32 ACTIVEX CONTROL
- REALTEK AC 97 UPDATE AND REMOVE DRIVER TOOL
- ADOBE AIR
- APPLE QUICKTIME
- MSCOMCT2 ACTIVEX CONTROL
- MICROSOFT XPS-VIEWER
- MICROSOFT SQL SERVER
- CCLEANER
- MICROSOFT ACCESS
- WINDOWS LIVE MAIL
- MICROSOFT PUBLISHER
- MICROSOFT POWERPOINT VIEWER
- MICROSOFT WINDOWS MALICIOUS SOFTWARE REMOVAL TOOL
- SKYPE
- WINDOWS LIVE MESSENGER
- APPLE BONJOUR FOR WINDOWS
- WINDOWS LIVE WRITER
- REALTEK VOICE MANAGER
- WINDOWS LIVE MOVIE MAKER
- APPLE ITUNES
- VLC MEDIA PLAYER
- GOOGLE EARTH
- WINDOWS LIVE ESSENTIALS
- WINDOWS LIVE PHOTO GALLERY
- INSTALLSHIELD UPDATE SERVICE
- MICROSOFT OFFICE PICTURE MANAGER
- MICROSOFT OFFICE TEMPLATE AND MEDIA CONTROL ACTIVEX CONTROL
- GOOGLE TOOLBAR
- ADOBE SHOCKWAVE PLAYER

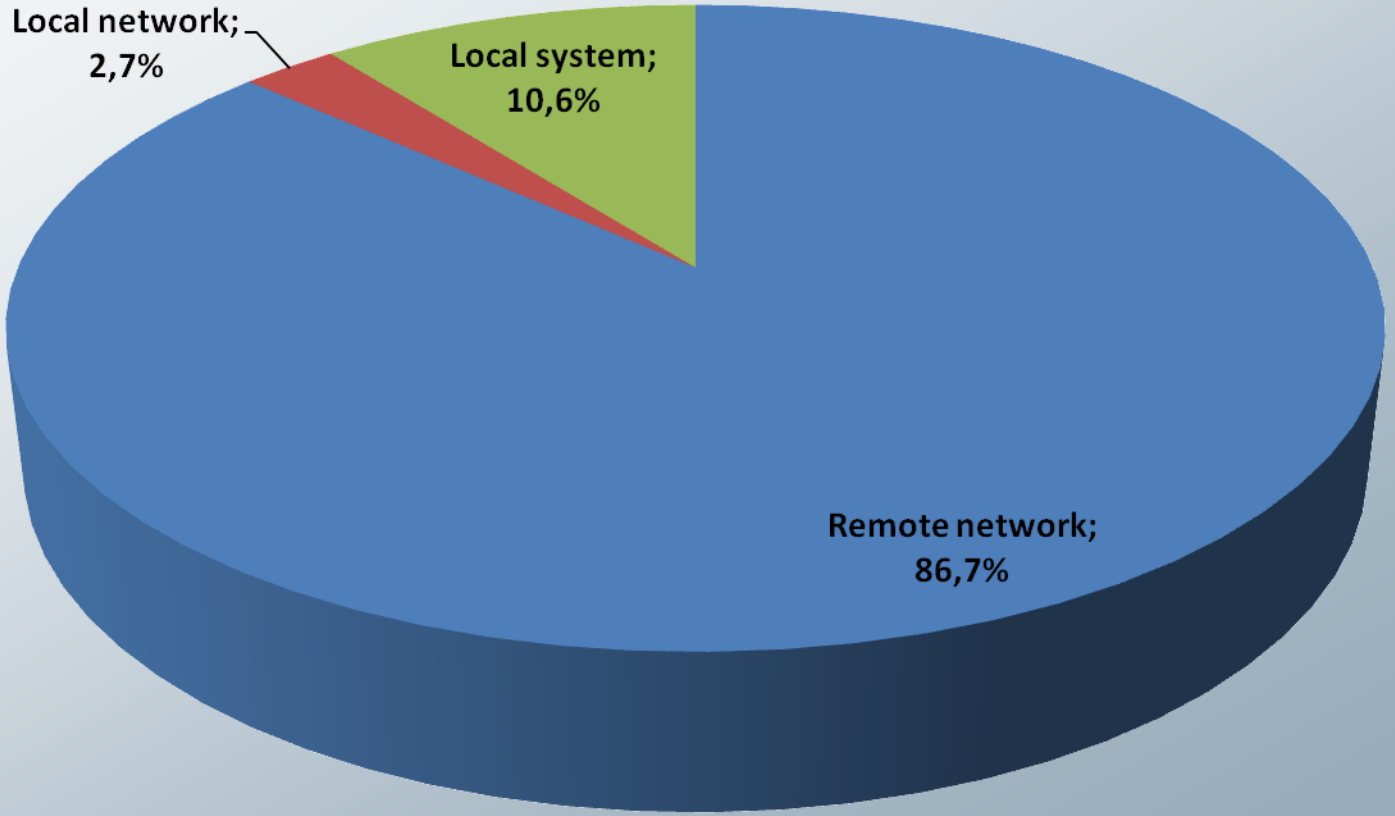
The share of Ms and 3rd party SW



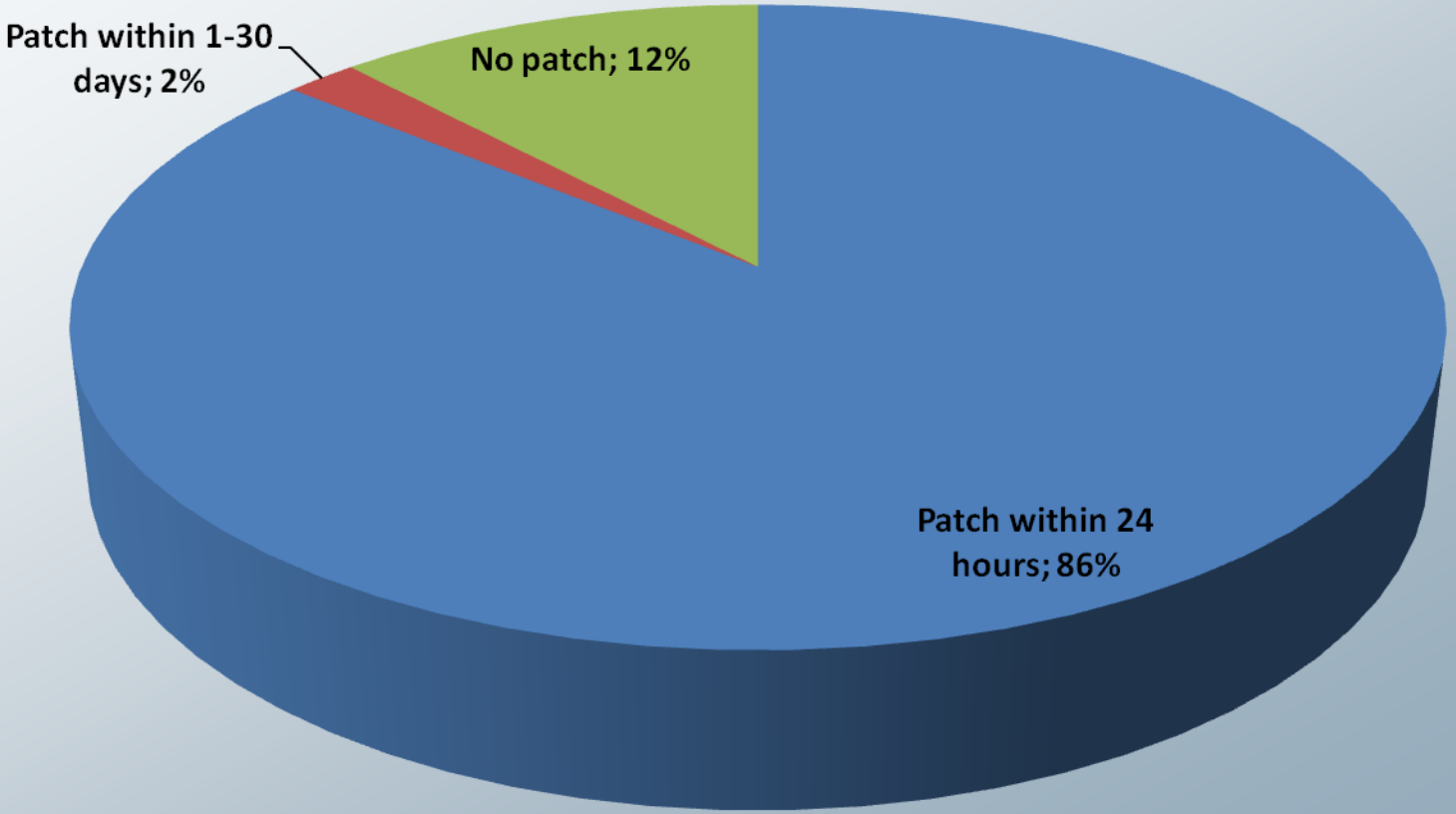
Vulnerablity severity



Attack vectors



Time to patch



Zero-day exploits

- 10 vulnerabilities in 2013
- 7-13 in the previous years

The effects on

End-user requirements

- Don’t think, just click.
- Someone else must protect me.
- For free

End-user behaviour

- Trust is binary
- Trust decisions can change at any time.
- There is no rational thought process behind it.

Most common solutions

- Communication is the key!
- Make users to do their part of the job!
- Apply “no-brain” security measures!

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Thank you for your attention!

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