

IT-security in light of the 4th industrial revolution

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The Research project

- 2013-2016.
- The effects of IT and network vulnerabilities on economy and society
- National Research, Development and Innovation Office – NKFIH PD-109740
- Foundation for Information Society – INFOTA Research Institute





REVOLUTIONS



Industrial revolution

- „Thorough change in the socitey, economy and technology”
- Prerequisites (in all era):
 - Capital
 - R&D
 - Financing
 - Internentional commerce
 - Proper thinking and consiousness

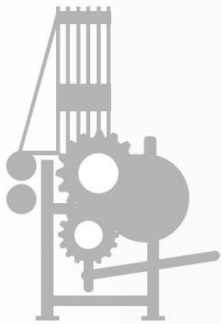


Industrial (r)evolution

From Industry 1.0 to Industry 4.0

First Industrial Revolution

based on the introduction of mechanical production equipment driven by water and steam power



First mechanical loom, 1784

Second Industrial Revolution

based on mass production achieved by division of labor concept and the use of electrical energy



First conveyor belt, Cincinnati slaughterhouse, 1870

Third Industrial Revolution

based on the use of electronics and IT to further automate production



First programmable logic controller (PLC) Modicon 084, 1969

Fourth Industrial Revolution

based on the use of cyber-physical systems



Degree of complexity



1800

1900

2000

Today

Time



Key areas

- Industry 4.0
 - Virtual factories,
 - Automated processes,
 - Smart machines,
 - Cyber production system
 - Sustainability,
 - Networked systems
- The Internet of Things
 - Smart homes
 - Smart cities



Industry 4.0

Materials and Manufacturing Smart Technologies



Advanced materials



Additive manufacturing



Robotics



Distributed generation



Modular operations

Hálózatba kapcsolt szereplők



Advanced sensors



Remote-controlled operations



Facebook of assets



Smart machines

Informatika és Big Data



Advanced analytics & visualization



Advanced computing & Artificial intelligence



Virtual industrialization



Digital infrastructure



Cloud computing



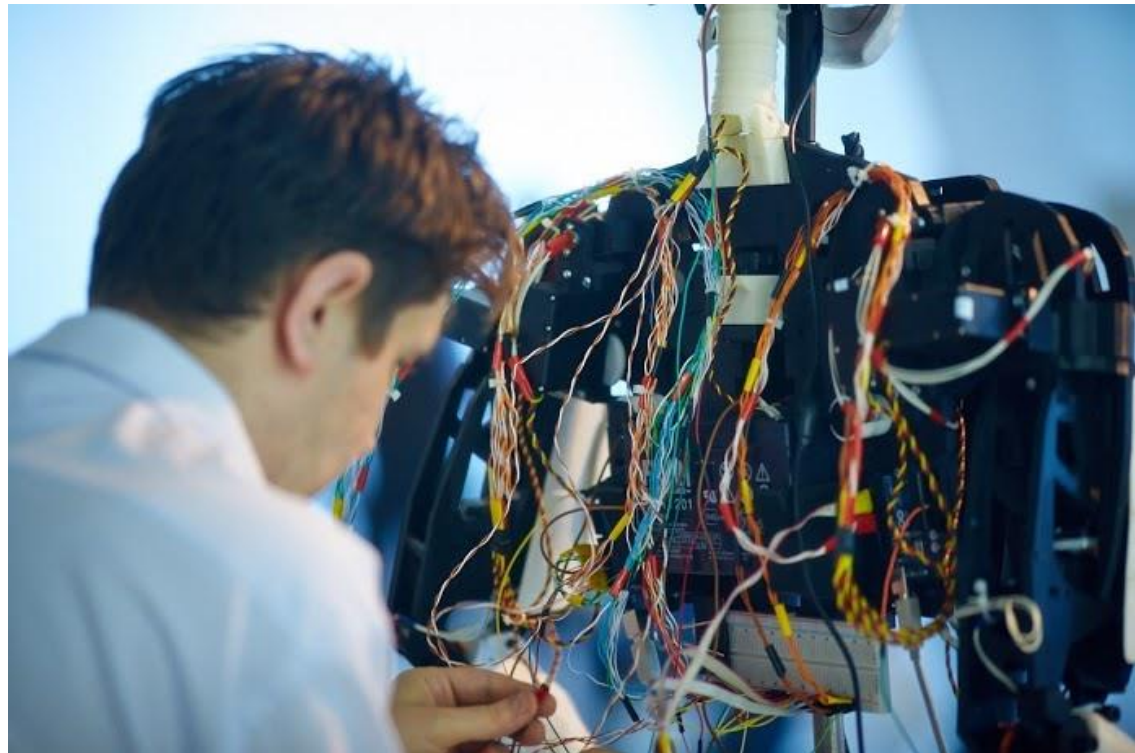
Effects

- 25% growth in ROCE
- 7% growth in profits,
- 25% growth of effectiveness,
- Growth of return on assets,
- 30% less machinery needed,
- 45% less workforce needed.



Quantified effects - EU

- 420 billion EUR added value
- 7-10 million new workplaces
 - IT sector
 - Services
 - Education
 - Healthcare
 - Mobility





THE INTERNET OF THINGS



What to expect?

2020

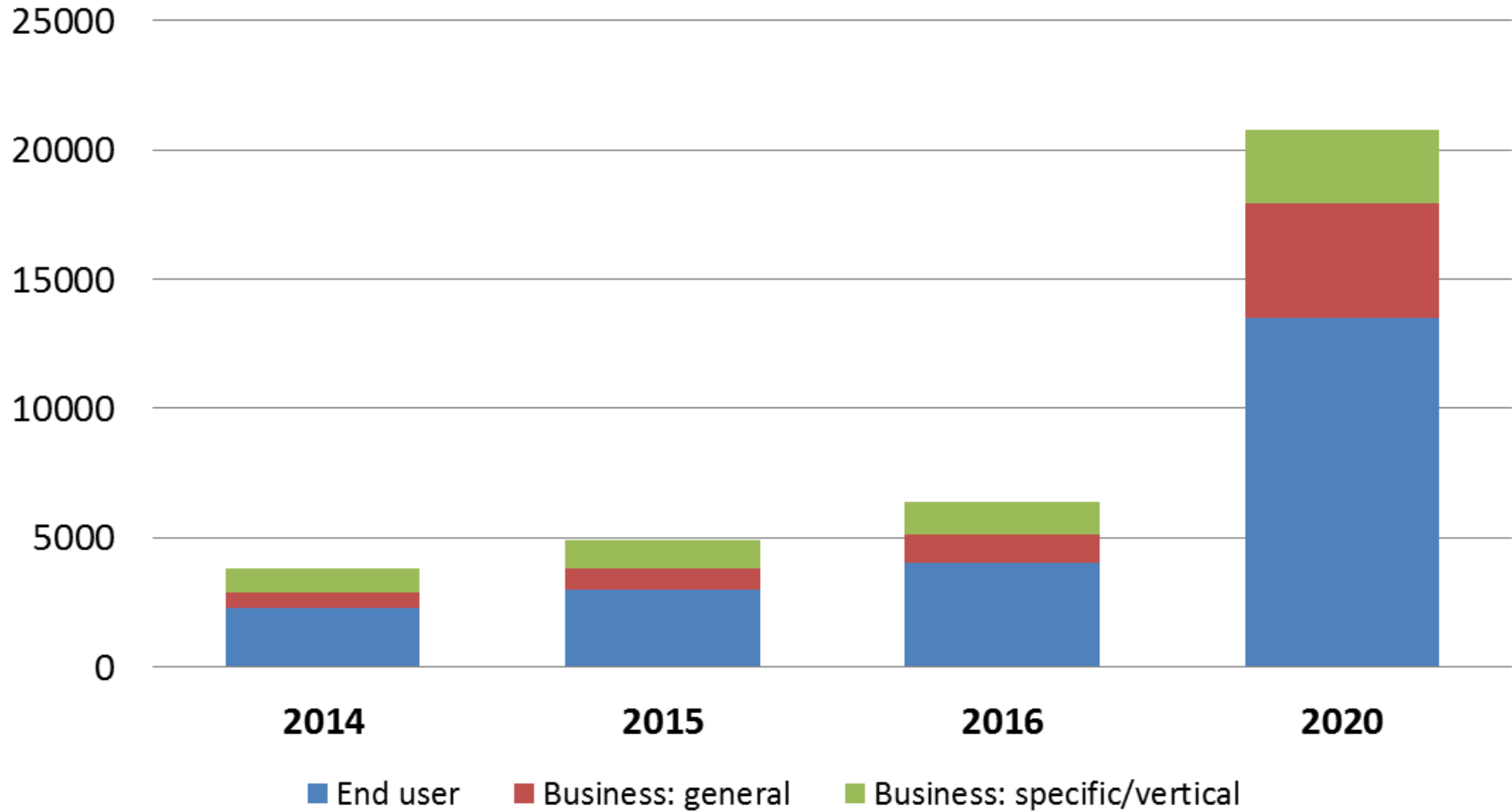


Source: Mario Morales, IDC



Personal & Professional

IoT device categories 2014-2020



Smart homes



Smart cities



Virtual reality





SECURITY IN A CONNECTED WORLD



New attack types

- Multi-exploit: intelligent testing of potential vulnerabilities
- Multi-effect: Data leaks, ransomware, botnet
- It is not about Windows any more:
 - Routers, TVs, industrial controllers, flight systems, critical infrastructure, mobile devices
- Eg. the Shellshock case
 - Level 10 NVD
 - 22.487 attacking IP addresses



New targets

- Wearable devices
- Smart homes
- Smart infrastructure
- Medical devices
- Self driving cars



Personal smart, wearable devices, Smarthome Components

- Simplicity is the key
 - Out of the box operation
- Out of the box security?
 - Default configuration
 - No power user/advanced setup
 - Unsuitable for professional environment
- BYOD



Personal smart, wearable devices, Smarthome Components - examples

- Apple Watch
 - Bluetooth protocol vulnerability
 - Reconnect watch without PIN to any host
- Smart thermostats, baby monitors, Smart TVs, IP cameras are potential gateways



Smart critical infrastructure

- Specialized industrial attackers: Stuxnet, Flame, Duqu, etc.
- manufacturers do not allow changes or updates to the hardware-controlling systems
- operating systems that are obsolete, vulnerable and yet connected to the Internet
- public-facing connection to the Internet in order to carry out maintenance and management tasks
- 'if something works, don't touch it,'



Smart critical infrastructure

- management policies
- secure connections
- Firewalls
- Unique connection settings and specific protocols
- Integrated management and security
- „It's a good thing to fix the roof before it starts to rain.”



Medical devices are seriously ill

Anything with an IP
(>1000/hospital)

- MRIs
- X-rays
- Infusion pumps
- Medical ventilators
- CTs
- Anaesthetic machines
- Defibrillators
- Etc.



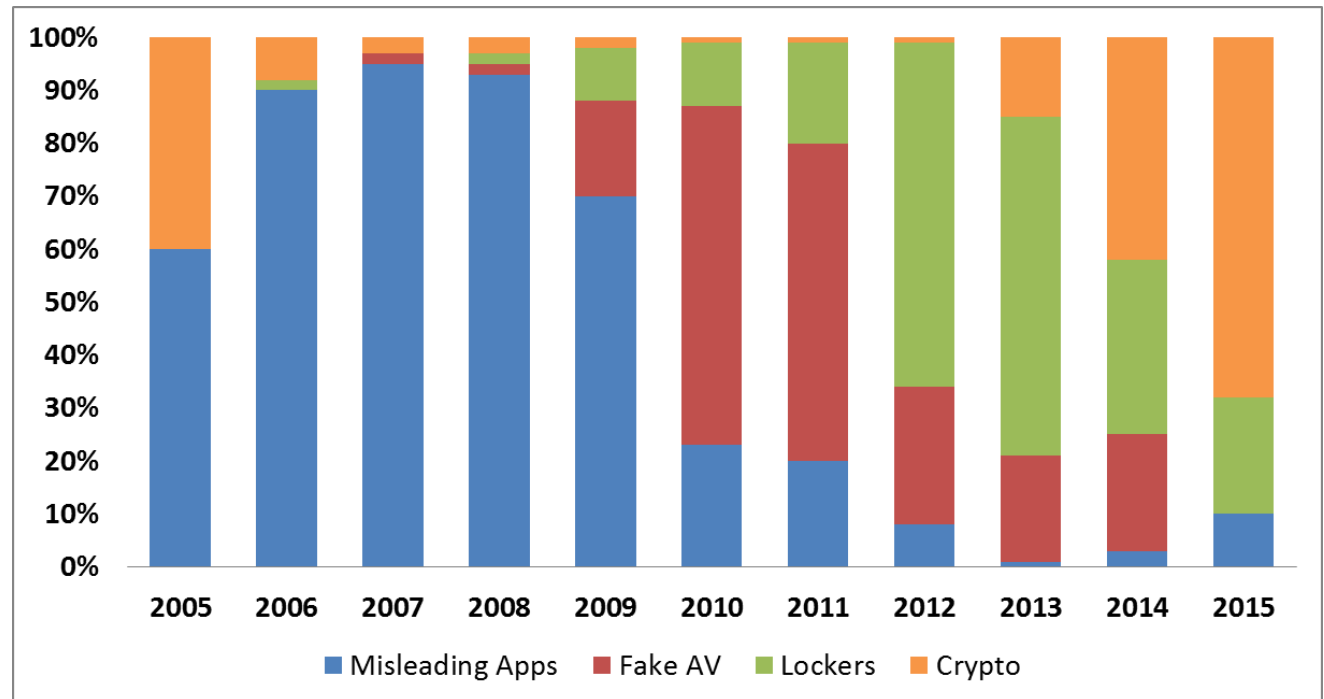
Medical devices are seriously ill

- Can be discovered in search engines (eg. Shodan)
- Experiment: in 6 months – 55k login attempt, 55 successful logins, 24 explits, 299 malwares
- Hospital WIFI
- Phisically set passwords, ports, or no protection at all
- 85% of healthcare devices can be accesd by just trying common GE settings
- Data breach, botnet, targeted attack, patients!!!! (pain inhibitor)
- Windows XP – no AV



Ransomware

- Locker (device)
- Crypto (data)



Ransomware

New targets

- NAS devices
- TVs, set-top-boxes
- Routers
- Fridges, household
- Mobile, wearable
- Smart homes
- Cars!!!

New methods

- Cyber currency (BitCoin)
- Mobile
 - Encrypt SD card
 - Set new PIN
 - Internal storage locker
 - Infect smartwatch like devices
- Dynamic pricing (20-700 USD)



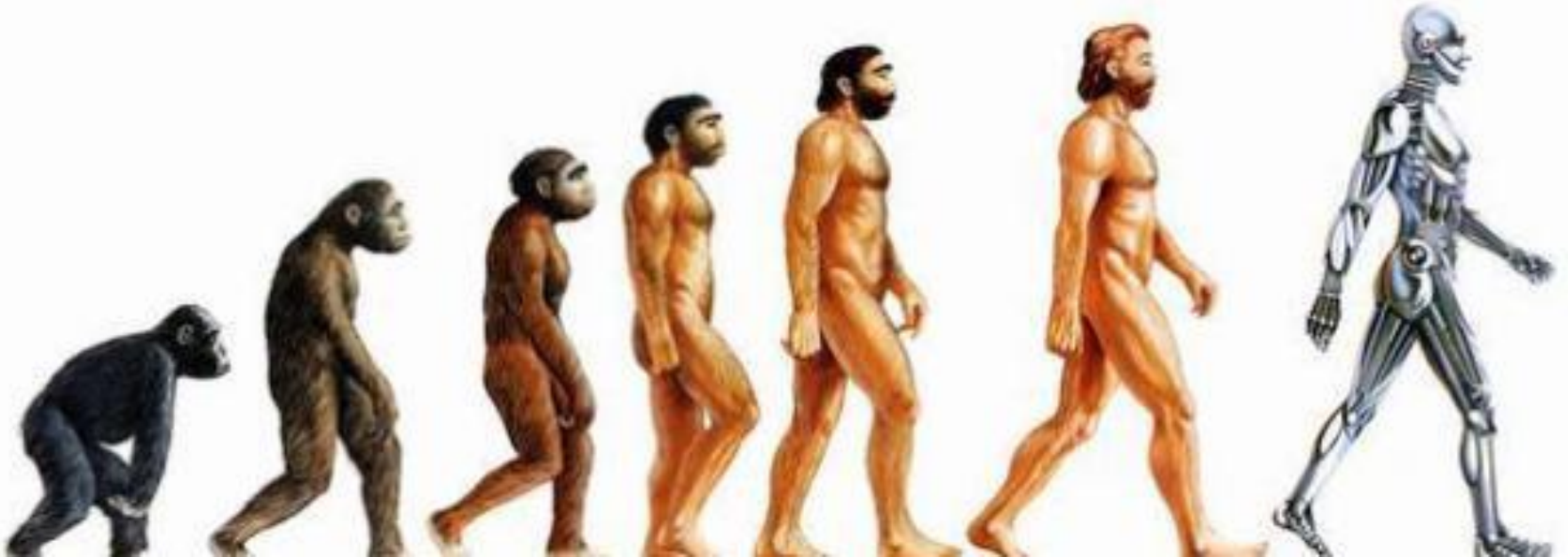
Smart and self-driving cars example: Jeep Cherokee

Remotely controlled

- lights
- air circulation
- wipers
- entertainment system
- steering
- transmission
- brakes



A brave new world?



Thank you for your attention!



www.infota.org

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