



#### CHALLENGES IN SECURING INDUSTRIAL IOT AND CRITICAL INFRASTRUCTURE

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## OUTLINE OF THIS TALK

- Industrial IoT Intro
  - Industrial IoT use cases
  - Why connect things? Business models
- IT/OT security challenges
  - IT/OT convergence
  - Constraints
  - Compliance needs
- Key Management for IoT
  - From Root of Trust to Trusted Functions
  - Local Decision Making
  - H2020 FENTEC













- **Improve business efficiency** by collecting data from traditionally unconnected devices *ensuring that the data is authentic and can be trusted to make operational decisions.*
- Automate critical decision making and guarantee safety by executing remote commands *that devices can trust.*





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(10000.7.1.1 (1. 10000001)

SNCF, September 12, 2018

**Reduce cost** with autonomous (and centrally controlled) operations *while preventing cyberthreats that could harm safety* 

**Increase fleet performance & infrastructure capacity** with efficient decision making & traffic control based on data that can be completely trusted

### INDUSTRIAL IOT – INDUSTRY 4.0

#### OPERATIONS EFFICIENCY

- Production optimization
- Production planning & scheduling
- Productivity modelling
- Statistical Quality Control
- Inventory Optimization

#### 

- Condition monitoring
- Predictive Maintenance
- Maintenance Planning & Scheduling
- Reliability-Centered Maintenance
- Root Cause Analysis / Anomality detection

#### SERVICE EFFICIENCY

- Remote management / Remote services
- Field service management
- Materials management (spare parts/inventory)
- Service Life Cycle management
- Supply chain analytics

#### INFORMATION EFFICIENCY

- Information Modeling
- Data quality framework
- Asset life cycle information model
- Machine-born data
- management & analytics
- Knowledge management

#### ENERGY EFFICIENCY

- Energy management
- Resource efficiency

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- Asset Sustainability Index
- Safety Performance (Alarm Management)
- Regulatory / Standards compliance

#### **IRONING SYSTEM**

# **CONNECTED FOR SMARTER IRONING**







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## WHY CONNECT THINGS?

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OPERATIONS EFFICIENCY	MAINTENANCE EFFICIENCY	Service Efficiency	INFORMATION EFFICIENCY	ENERGY EFFICIENCY
<ul> <li>Production optimization</li> <li>Production planning &amp; scheduling</li> <li>Productivity modelling</li> <li>Statistical Quality Control</li> <li>Inventory Optimization</li> </ul>	<ul> <li>Condition monitoring</li> <li>Predictive Maintenance</li> <li>Maintenance Planning &amp; Scheduling</li> <li>Reliability-Centered Maintenance</li> <li>Root Cause Analysis / Anomality detection</li> </ul>	<ul> <li>Remote management / Remote services</li> <li>Field service management</li> <li>Materials management (spare parts/inventory)</li> <li>Service Life Cycle management</li> <li>Supply chain analytics</li> </ul>	<ul> <li>Information Modeling</li> <li>Data quality framework</li> <li>Asset life cycle information model</li> <li>Machine-born data management &amp; analytics</li> <li>Knowledge management</li> </ul>	<ul> <li>Energy management</li> <li>Resource efficiency</li> <li>Asset Sustainability Index</li> <li>Safety Performance (Alarm Management)</li> <li>Regulatory / Standards compliance</li> </ul>
Increase efficiency using data analytics (Enisa / Industrie 4.0)*				





The most complex machine ever built, the space shuttle has more than 2.5 million parts, including almost 370 kilometers (230 miles) of wire, more than 1,060 plumbing valves and connections, over 1,440 circuit breakers, and more than 27,000 insulating tiles and thermal blankets.

BUT..

The European power distribution grid has more than 260 million endpoints, connected by 10 million kilometers (6.2 million miles) of power lines, 10,000 connections to the high voltage grid, 4 million transformers and is maintained by 2600 Distribution companies. By 2020, there is will be an estimated 45 billion investment in smart meters alone.

### NEED FOR SECURITY IN HOT



Saudi Arabian petrochemical plant attacked by Russian governmentsponsored hackers last year to send a political message.

Sophisticated "Triton" malware used to infiltrate industrial control systems and wipe all data.

Triton targeted the industrial control systems made by Schneider Electric which are used in 18,000 different plants around the world.

The August 2017 attack on the Saudi Arabian plant was designed to sabotage its operations and trigger an explosion.



### INDUSTRIAL IOT – INDUSTRY 4.0

Security not merely "perimeter control"

#### **3 Areas of Security**

**Physical Security** 

Logical Security

Virtual Security

Intelligence

IT Security

OT Security



#### Step 1 – know what you have and what is happening

#### You can't protect what you can't see

### INDUSTRIAL CONNECTIVITY IN PERSPECTIVE



KUDELSKI GROUF

16 PUBLIC

## **IT/OT CONVERGENCE**



Focus on Safety of Physical Systems

Data to observe and manage processes Data security focuses on authenticity ID: 356812

Data security focuses on confidentiality © 2018 Gartner, Inc.

## IT/OT CONVERGENCE – CONSTRAINTS

- OT protocols versus IT protocols
  - OT protocols are mostly vendor specific
  - Not designed for security
  - Sometimes even not documented (no specs)
- Network constraints datadiodes (e.g., for black-start systems)
  - No Diffie-Hellman...
- Performance
  - High-speed processing needed. E.g., PMCN protocol in Japan
  - Question: at what level to implement cryptographic algoriths ?
- Legacy System duration
- Safety
  - Safety first, security after or could we combine this?



### INDUSTRIAL IOT – IOT CYBER SECURITY CHALLENGES

#### Issues To Be Dealt With

Multi Layered IoT Ecosystems

3<sup>rd</sup> Party Vendors

Stakeholder Awareness

Equipment Lifecycle

Service & Maintenance

Data & Process Integrity

Connected Devices

#### Layers of IoT Cyber Security Challenges







### COMPLIANCE – TO ENFORCE CYBER SECURITY EXPENDITURE?





#### IACS CYBER SECURITY



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#### COMPLIANCE-BASED SECURITY

### **RISK-BASED SECURITY**

How to quantify system-level cyber resilience?

WØRLD ECONOMIC FORUM

ELECTRIC POWER RESEARCH INSTITUTE

"Metrics" Working Group

Technische Hochschule
 Brandenburg
 University of
 Applied Sciences
 Institute of security
 and safety

A C E R Agency for the Cooperation of Energy Regulators











## INDUSTRIAL INTERNET CONSORTIUM (IIC) ENDPOINT PROTECTION MODEL<sup>(1)</sup>

#### ENDPOINT SECURITY

CRITICAL





## KUDELSKI IOT ENDPOINT PROTECTION MODEL





#### **PROTECTING THE TRUST**

What kind of RoT? There is no single RoT that solves all use-cases





#### HOW WE CREATE TRUST TO DRIVE SECURE FUNCTIONS





## FUNCTIONAL USE CASE: DATA COLLECTION

#### CUSTOMER NEED / PAIN

- Data authenticity and non-repudiation
- Data confidentiality (privacy)
- Local decision making

#### BUSINESS USE CASES ENABLED

- Predictive Maintenance
- New billing models (e.g., pay-per-use)
- Process Monitoring





## FUNCTIONAL USE CASE: REMOTE CONTROL

#### CUSTOMER NEED / PAIN

• Protect devices against malicious control (firewall and command authenticity)

#### BUSINESS USE CASES ENABLED

- Firmware updates
- Process control and automation (Industry 4.0)
- Device revocation or re-securization
- Out-of-band device operation



#### **Command & Control**





### FUNCTIONAL USE CASE: DEVICE-TO-DEVICE COMMS



## CORE TECHNOLOGY: KEY MANAGEMENT



#### 1. Foundations – enable core trust anchors in the system

- Unique keys and identifiers in every system component
- Control over the component security supply chain
- Robust implementations w.r.t. threats
- Segmentation and risk mitigation

#### 2. Operations – enable business features

- Link keys devices users business
- Enable complex use-cases
- Operate over different network topologies
- Customize business service offering

#### 3. Lifecycle – manage product security in time

- Network topologies and constraints are changing in time
- New technologies and software are changing
- Trust in devices can change in time
- Threat response is required



## MOVE INTELLIGENCE TO THE EDGE







Implement a unified cryptographic API of Functional Encryption systems

Validate and demonstrate FENTEC technologies and solutions Design **functional** encryption systems with varying functional, security, hardware and software requirements

Grant agreement No 78010

FENTEC

**Functional ENcryption TEChnologies** 









W∢LLiX















XLAB





#### **FUNCTIONAL ENCRYPTION**



DF  $\leftarrow$  Functional Encryption circuit generator(K<sub>priv</sub>, K<sub>i,pub</sub>, F)



### FUNCTIONAL ENCRYPTION FOR LOCAL DECISION MAKING







#### SECURITY AS A BUSINESS ENABLER

Security is like the brakes on your car.

- Their function is to slow you down.
- But their purpose is to allow you to go fast.



Industrial IoT – today we are buying a new car – unique opportunity to get a really good one!



THANK YOU!

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