

Internet Security Principles For ASP's

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With special credit to:
Patrick Botz
IBM Rochester

Asia is Growing

Estimated B2B e-Commerce
Transaction Value by 2005



Source: GS Research, IDC

□ Asia's B2B revenues increasing

2000	\$8 billion
2001	\$50 billion
2005	\$350 billion

□ Web-based payment system required

"Having the ability to close the loop on payments is what's going to distinguish those market places that succeed from those that fall by the wayside"

Peter Hohenstein, Bank of America

□ The challenge is trust

- Internet payment infrastructure
- International certificate standards
- Legal acceptance of electronic signatures

Internet Security Threat

Explosive growth of the Internet

- \$1.3T market forecast in 2003
 - Estimated \$50B in 1998
 - Revised from \$32B mid-1998 estimate
- (IDC - March 99)



Makes the Internet...

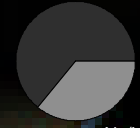
- Desirable place to do business
- Attractive place to steal from business

Serious Breaches Occurring

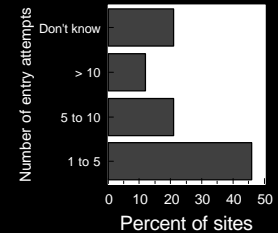
- 500 firms surveyed
 - 32% sought help from law enforcement
 - Up 17% from last year
- (Computer Security Institute - March 99)

Percent whose computer systems had unauthorized use within the year.

Yes - 64%



No/Unknown- 36



... and not just once.

(Computer Security Institute - March 98)

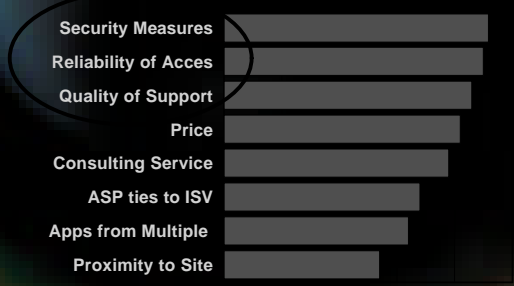
Financial losses

- \$124 million from all security breaches
- Down from \$137 million in 1997
- Losses from financial fraud and theft of data up sharply
- Estimated real losses in \$10s of billions

(Computer Security Institute - March 99)

Agenda

Evaluating an ASP Importance to Clients



Source: IDC 2000

- Reliability
- Application Availability
- Security
- ISP Security
- Host Security
- Network Security
- Application Security
- The Role of a Firewall

The "Industrial Strength" ASP

- How do we make an ASP a reliable place to do business ?

Systems reliability
Applications availability

- ... a safe place to do business ?

Confidentiality/privacy
Authentication
Integrity
Non-repudiation

■ **Authorization**

- "Does this person have access to this data or application?"

■ **Privacy**

- "Is any personal information I give out being compromised?"

■ **Authenticity**

- "Is this person who he says he is?"

■ **Integrity of Information**

- "Am I confident that the data I receive and send is not being tampered with?"

■ **Non-repudiation**

- "How can I ensure the data was received, signed for, and time stamped? Will it stand up in court?"

Why is Reliability So Important?

Bottom impact of downtime is \$'s

	Case A	Case B
HW	\$ 1.1M	\$ 1.1M
SW	1.0	1.0
Services	2.0	2.0
Availability		
99.98 (105 mins)	1.05	NA
99.999 (5.2 mins)	<u>NA</u>	<u>0.05</u>
Total Cost - Year 1	<u>\$5.15M</u>	<u>\$ 4.15M</u>

Cost per minute of down time is \$13K for ERP and \$10K for e-commerce
Source: Standish Group Study

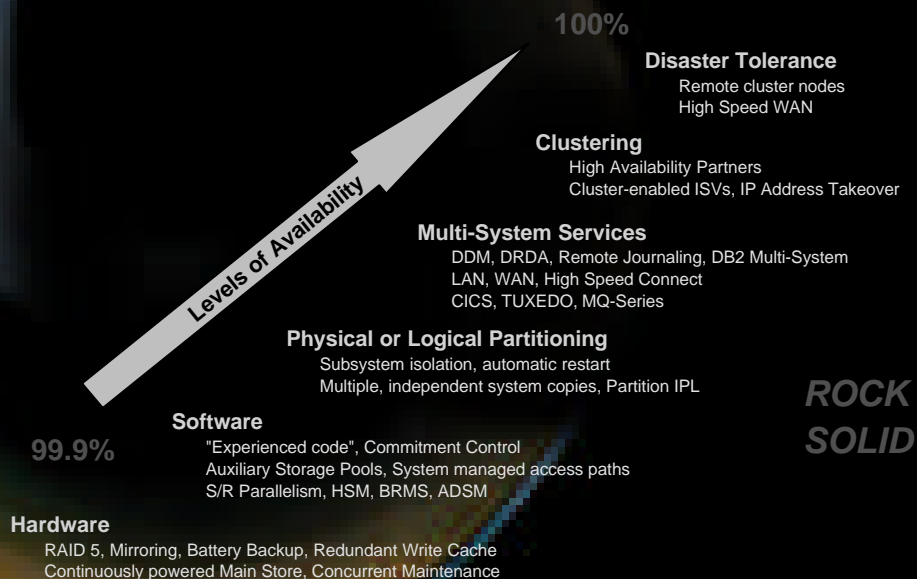
99.98 vs 99.999 yields **\$1.0 Million** dollars in annual savings from downtime alone

Ebay 2Q99 To Take Hit From Outage
SAN JOSE, Calif. (Reuters) - Online auction house eBay Inc. said second quarter revenues will be about \$3 million to \$5 million lower on the fallout from a nearly 22 hour outage on its Internet site Friday... 6/14/99

Resources to Protect

- There are many things that must be protected
 - Public systems
 - Private systems
 - Network
 - Data
 - Transactions
 - Reputation

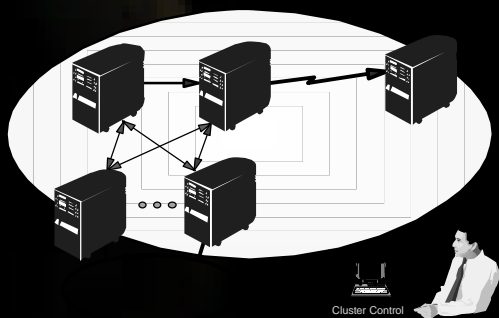
Availability Solutions



Clustering

Cluster

A group of independent systems working together as a single system.



Cluster Resources

- Single resource view
- Multiple nodes
- Heartbeat services
- Cluster configuration manager
- IP address takeover
- Switchover administration
- Distributed activities

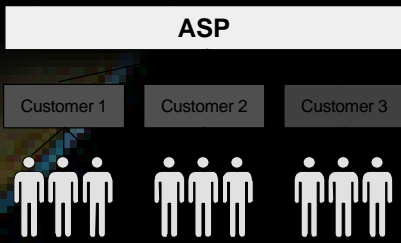
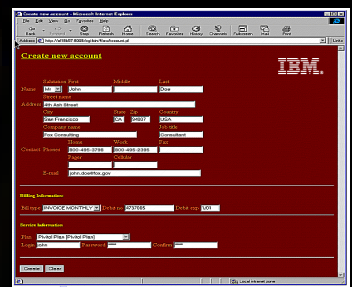
Cluster Management

- User Interface
- Data resilience solutions
- ClusterProven™ Applications

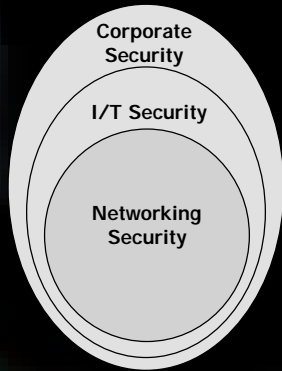
- Easy to configure
- Easy to manage
- Planned and unplanned
- Disaster Tolerance

Authorization

- ASP Administration
- User Registration
 - Client Companies
 - Client Administrators
 - Users
- Billing/Accounting
- Auditing



Internet Security Policy

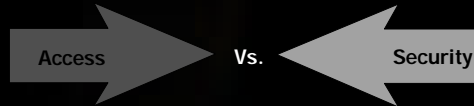


What are your security policies?

What services are to be permitted (http, ftp, telnet...)?

What Internet sites may be accessed?

What may be accessed from the Internet?



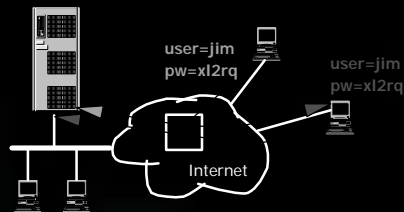
FTP access <-> PC virus introduction

Mail exchange <-> mail flooding

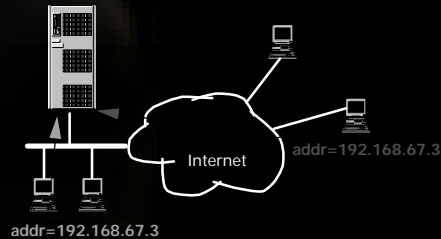
Web server <-> web graffiti

Example Internet Security Exposures

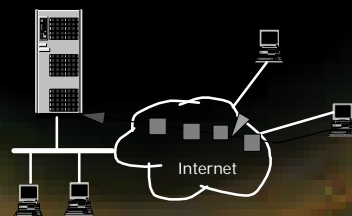
Sniffing



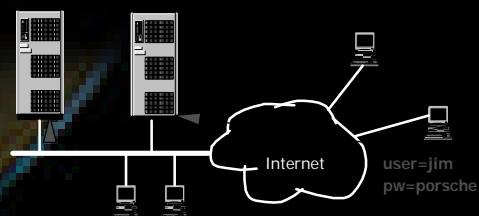
Spoofing



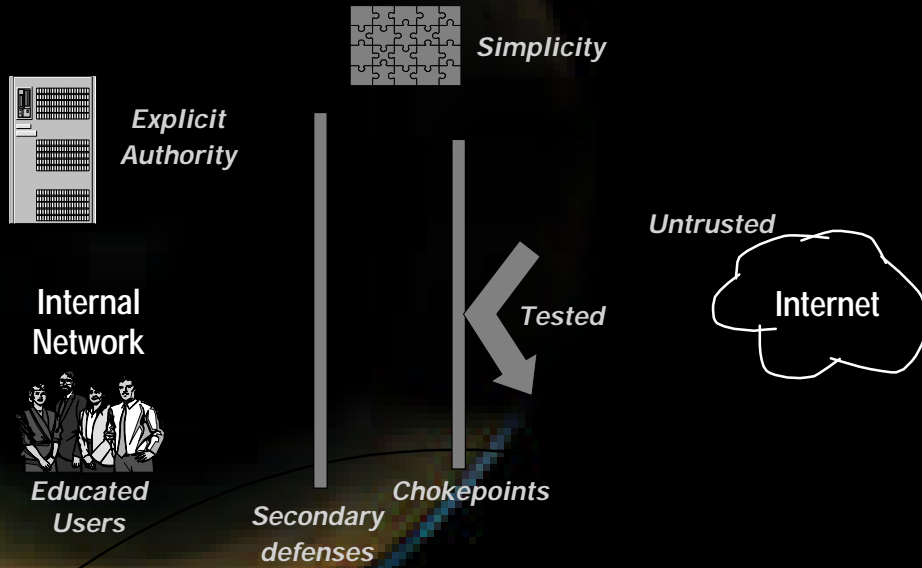
Denial of service



Trusted hosts



Internet Security Principles



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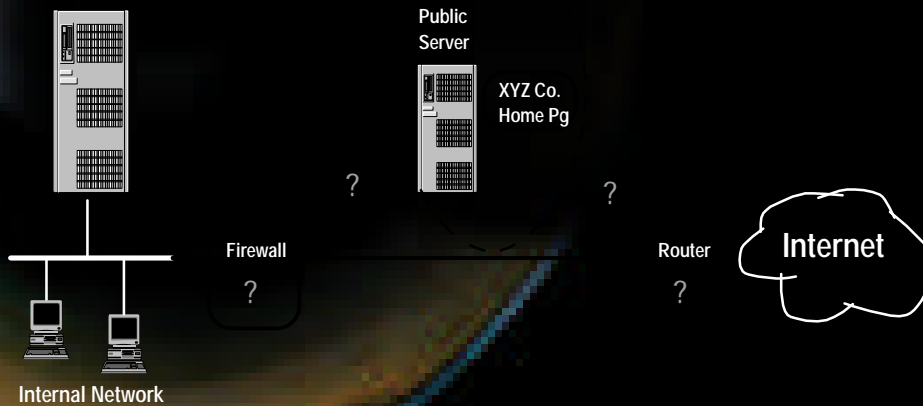
Protecting a Public Server



Public server must be secured even if it is isolated or if you have a firewall.

Layers of security

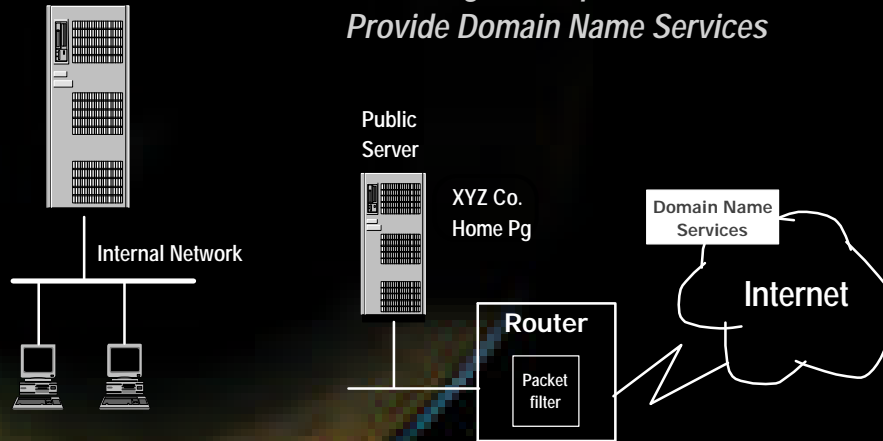
- Internet Service Provider
- Host
- Communications (TCP/IP)
- TCP/IP application



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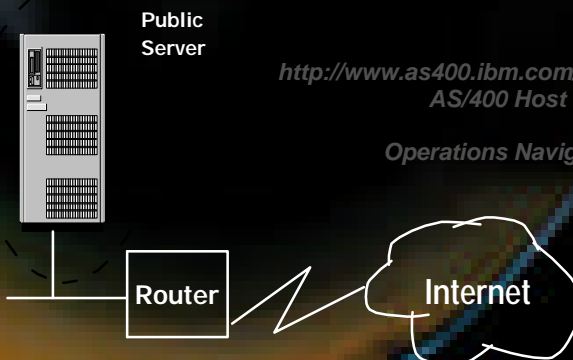
Internet Service Provider Security

*Block incoming telnet connections
Block finger, snmp, ...
Provide Domain Name Services*



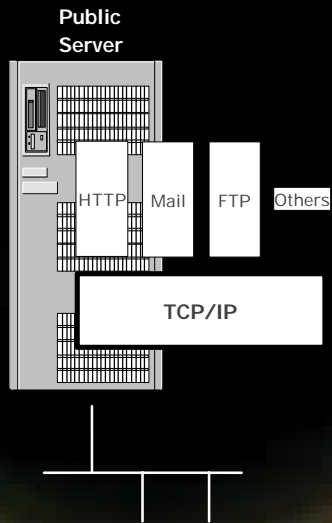
Host Security

*Enable Resource Security Tightly control "high-powered" profiles
Password attack prevention Use Object Security
Verify and Monitor*



http://www.as400.ibm.com/tstudio/secure1/index_av.htm
AS/400 Host Security Advisor
OR
Operations Navigator Security Wizard

TCP/IP Security



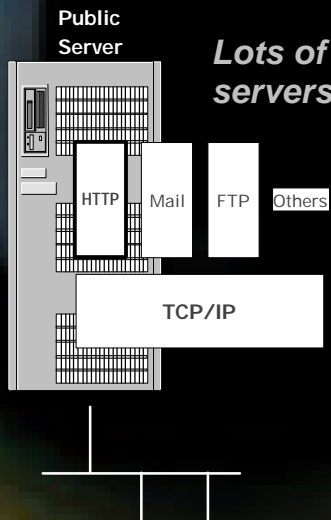
Only start TCP/IP applications you need

No IP forwarding

Don't define host name of internal systems

Define only one route (default)

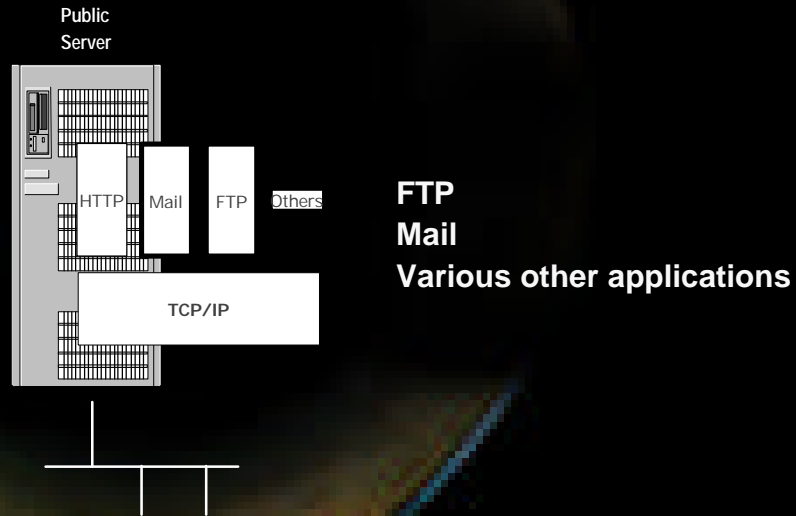
Web Server Security



Lots of things to consider when securing web servers and web applications!

- Server directives
- Protection directives
- Secure data transmission (encryption over the wire)
 - Secure Sockets Layer (SSL)
 - Digital Certificates
 - Managing digital certificates
- CGI-BIN Programs

Securing Other TCP/IP Applications



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Other TCP/IP Applications

When the system is accessible from the Internet

Telnet

Don't start it! But if you must...
Set maximum storage per user profile

SNMP

Don't start it! But if you must...
Set community name (like a password)
Only allow GETs

LPD

Don't start it !

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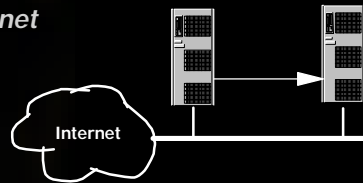
Preventing Hacker Written Applications



When the system is accessible from the Internet

Don't allow trojan-horse applications to be installed
Don't allow your system to be used to attack others

- Don't install compilers
- Restrict usage of TCP/IP communications



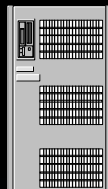
TCP/IP port restrictions can limit usage of well known ports

Protecting Internal Servers

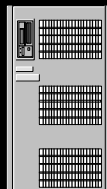


What we haven't talked about

Internal systems

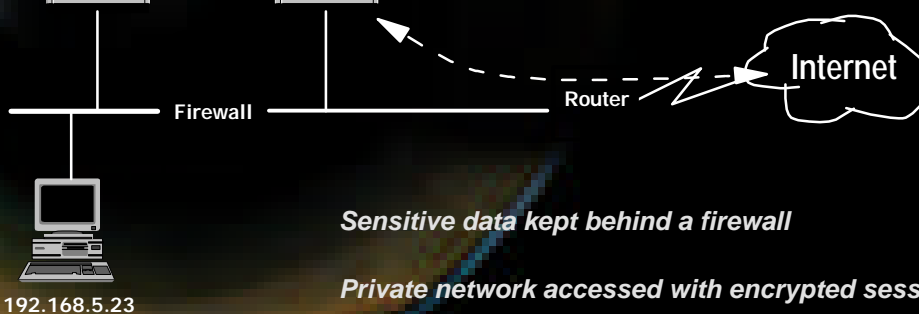


www.mycomp.com



Internal host names not visible from Internet

Internal addresses do not reach Internet



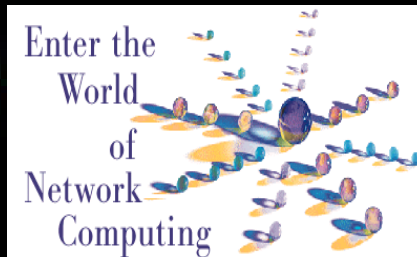
Sensitive data kept behind a firewall

Private network accessed with encrypted sessions

Internet Security Summary



- The Internet can be a reasonably safe place to do business
 - Caution is advised, poor planning or mistakes could be disastrous
 - Cryptography plays a major role
 - Internet security is still evolving
- The security features that make a good Internet Server
 - Proven operating system integrity
 - Excellent host level security
 - Integrated communications security
 - Secure HTTP serving



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