



**University of Montenegro, 4.-6.Nov2015**

# **Measurable Security as Driver for the Internet of Things Ecosystem**

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**Head of Research at Movation AS**  
Oslo Area, Norway





- From Internet to Internet of Things (IoT)
  - ➔ Kjeller and the Internet
  - ➔ Autonomous systems
- From Mobile security to IoT security
  - ➔ the challenge of trust
  - ➔ binding IoT and social networks: Socialtainment
- Measurable security for IoT
  - ➔ IoTSec.no - Security for Smart Grid
  - ➔ Dependable access
- Innovation ecosystem
  - ➔ Digital innovation
  - ➔ Experiences from Innovation Stock Exchange
- Conclusions - Lessons learned



- Research and Education at Kjeller
- Close relation to FFI, IFE, NILU,...
- Professors from UiO (Oslo) and NTNU (Trondheim)



- The building where the Internet (Arpanet) came to Europe in June 1973

Source: Wikipedia

1971 (at which point 23 hosts, at universities and government research centers, were connected to the ARPANET); 29 by August, 1972, and 40 by September, 1973.

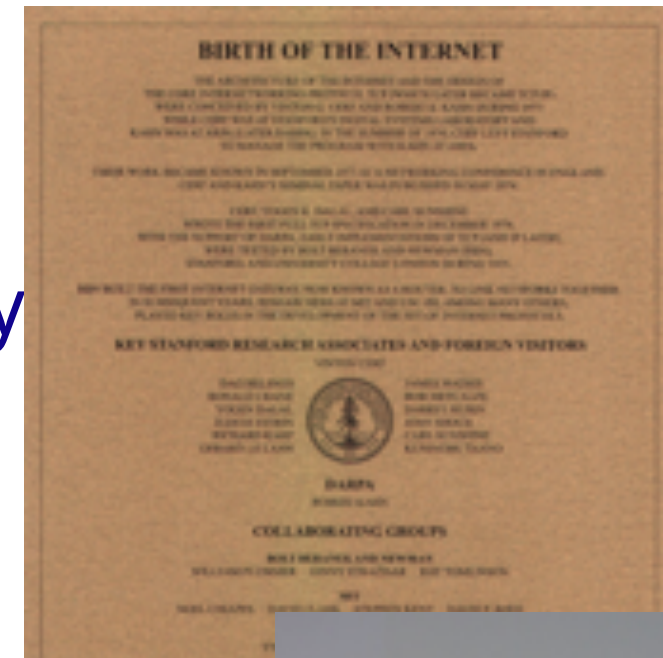
At that point, two satellite links, across the Pacific and Atlantic Oceans to [Hawaii](#) and [Norway \(NORSAR\)](#) had been added to the network. From Norway, a terrestrial circuit added an IMP in London to the growing network.



# The Internet and Scandinavia



- The first connection of Arpanet outside of the USA (and Hawaii) was to **Scandinavia** (Kjeller, June 1973)
- List\_of\_Internet\_pioneers [Wikipedia]
  - Yngvar Lundh, Paal Spilling
- Application development
  - .php, OpenSource, Linux, Skype, Spotify
  - OperaSoftware, FAST Search
  - Nokia, Ericsson
  - Telenor, TeliaSonera
- Mobile Internet:
  - GSM
  - Adaptation
  - ‘





# Internet usage in Scandinavia

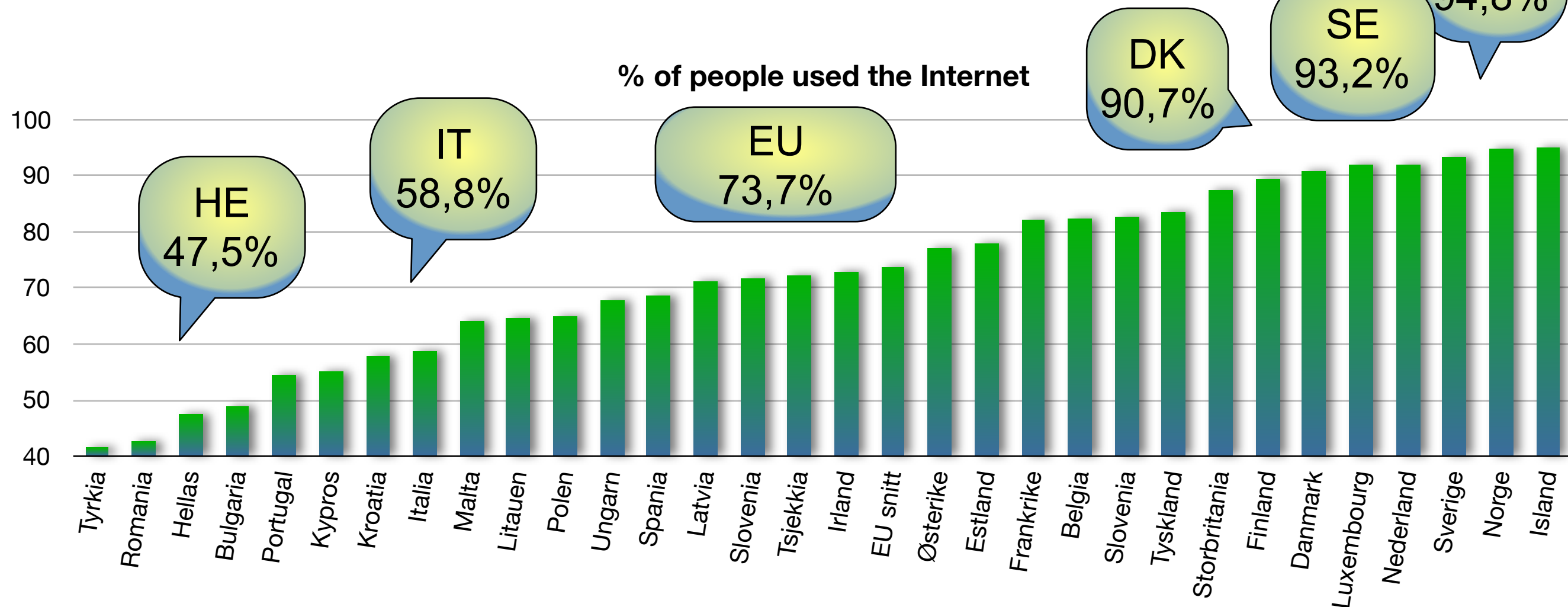


[Robert Madelin, Directorate-General for Information Society and Media, EU commission, Aug 2011]

\* “use of IT in a proper way can increase effectiveness with 30-40%”

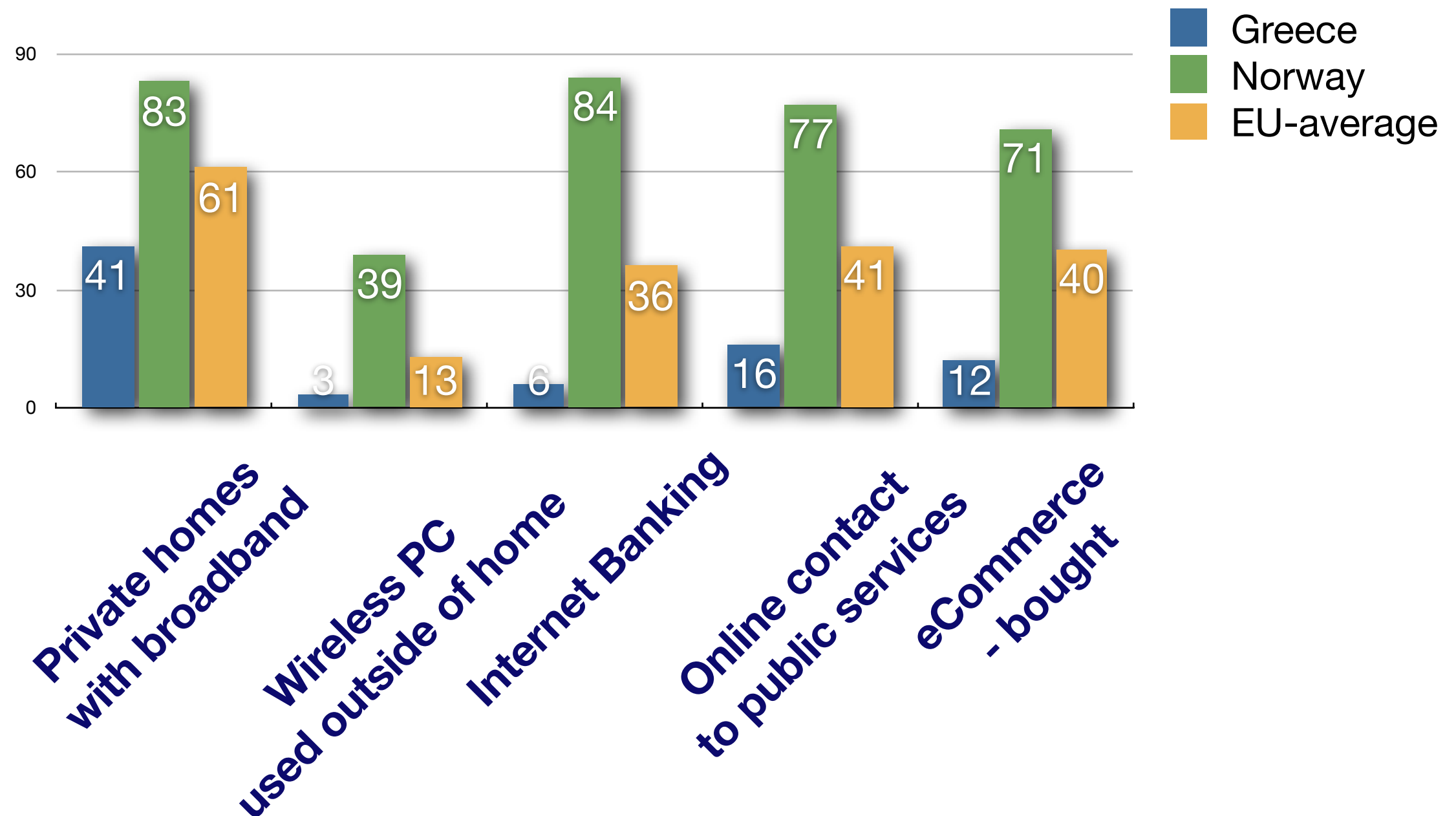
\* “we are good in technology development. But access to venture capital is bad in Europe as compared to the USA”.

[Aftenposten, 3. October 2011] [gunhild@aftenposten.no](mailto:gunhild@aftenposten.no)





# Internet service usage



[source: EU commission, Aug2011]



## **Discussion:**

- Internet usage creates welfare?**
- Welfare increases Internet usage?**

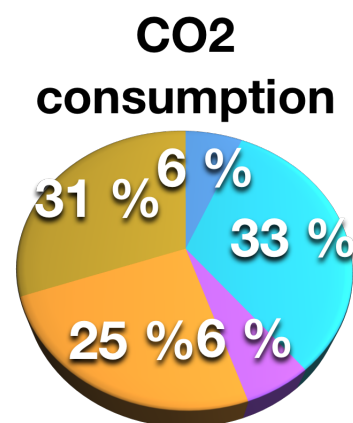
## **Towards Internet of Things**

- The role of security and privacy**



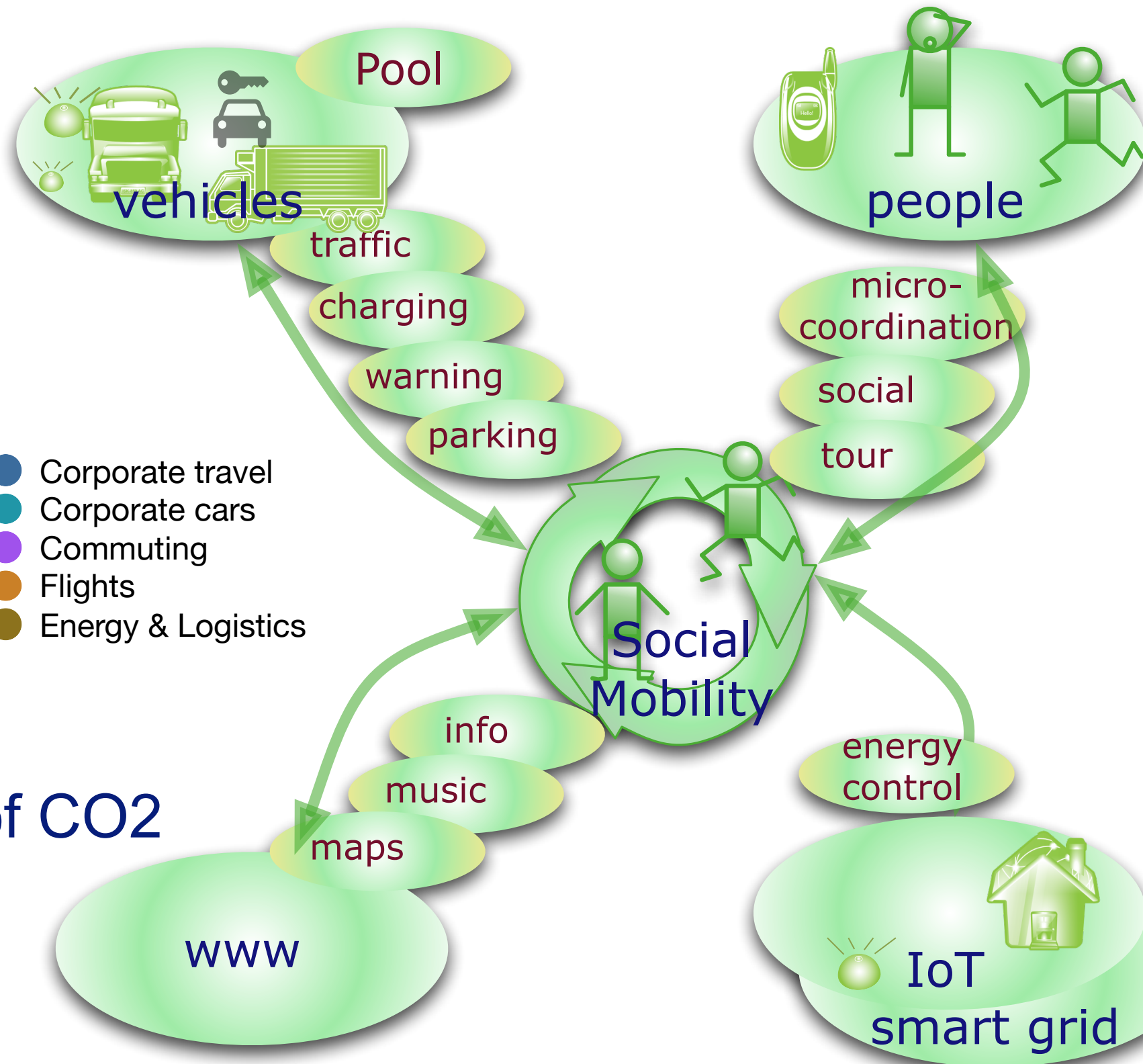
# IoT Application & Socialtainment

- From Entertainment to Socialtainment
- Social mobility through inclusion of social networks



- Corporate travel
- Corporate cars
- Commuting
- Flights
- Energy & Logistics

- Answering the need of CO2 reduction in transport
  - (SAP 45% - 2009)

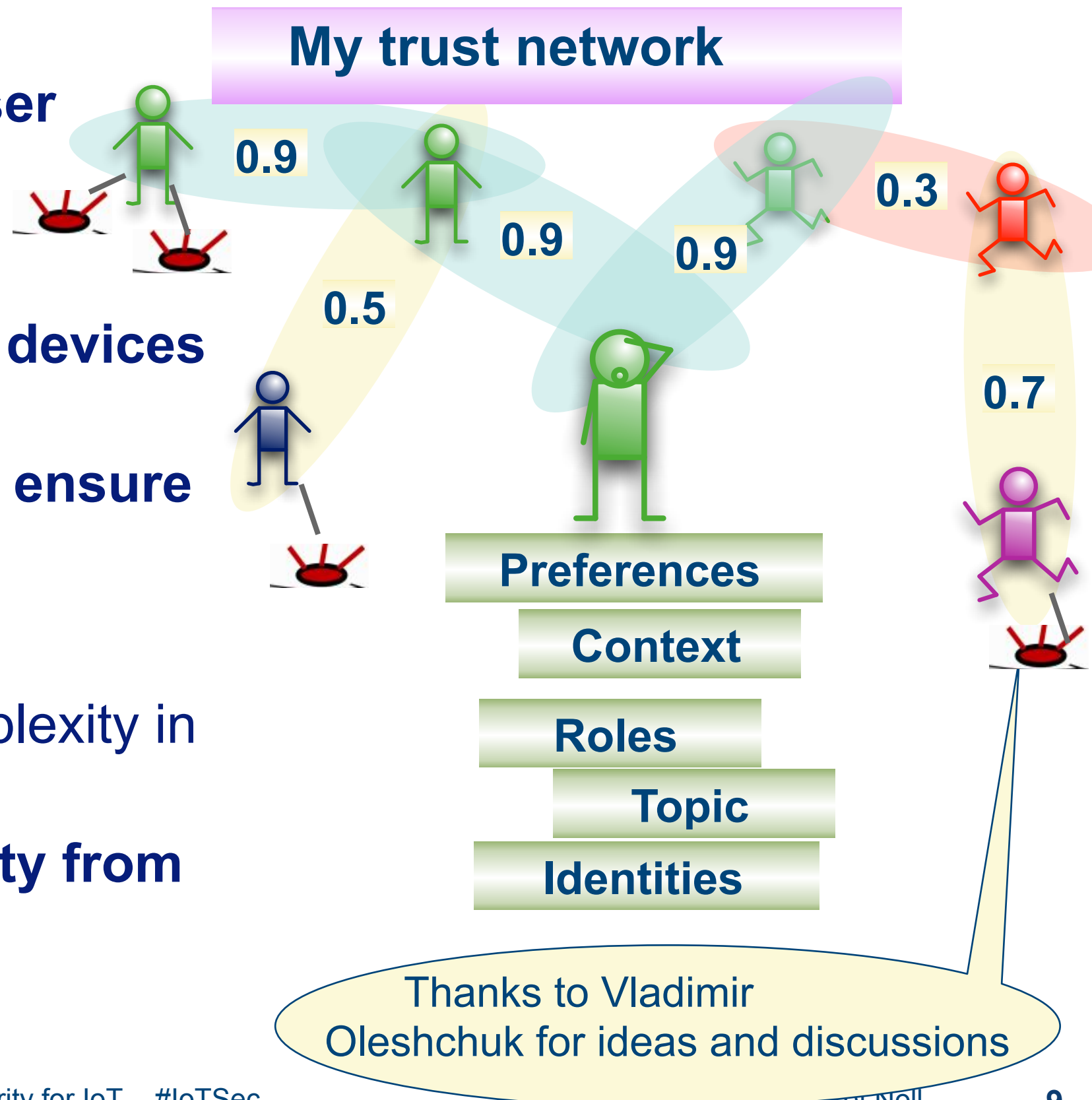




# Paradigm change for The Internet of the Real World and IoT



- Trust related privacy  
-> **Representing the user adequately**
- Connecting to **sensors, devices and services**  
-> **Provide privacy and ensure trust relations**
- An ever increasing complexity in the digital environment  
-> **Hiding the complexity from the use**





# The threat dimension

- Hollande (FR), Merkel (DE) had their mobile being monitored
- «and we believe it is not happening in Norway?»

18. Dezember 2014, 18:14 Uhr Aushören von Handys

## So lässt sich das UMTS-Netz knacken



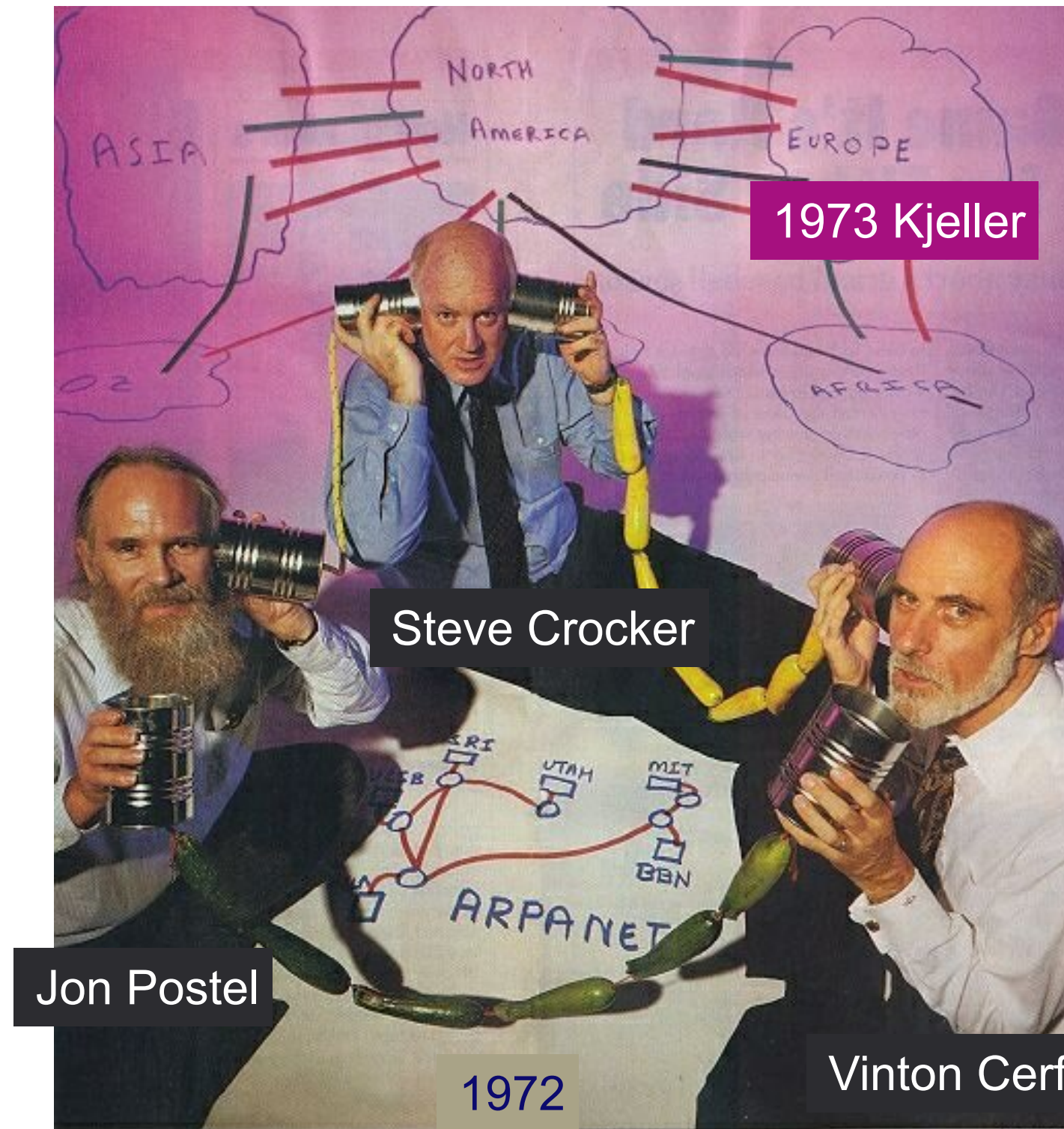
[source: [www.rediff.com](http://www.rediff.com)]

[source: Süddeutsche Zeitung  
18Dec2014]

Zwei Hacker zeigen  
UMTS-Antenne lassen  
sich knacken (Foto: dpa)



# How come these guys didn't think of security?



Source: <http://www.michaelkaul.de/History/history.html>

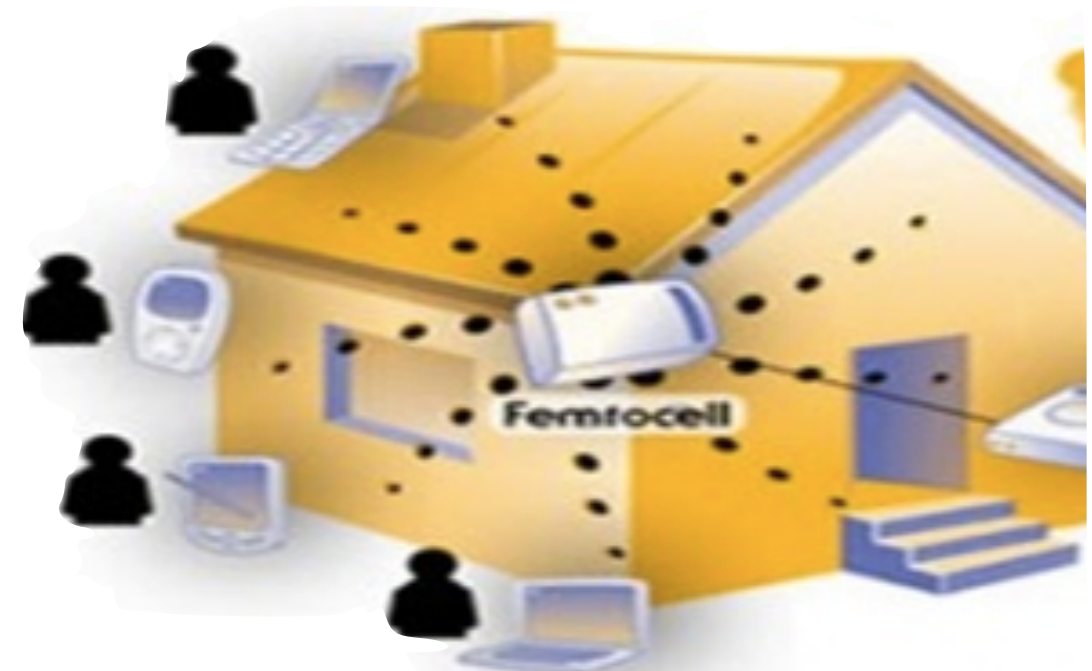
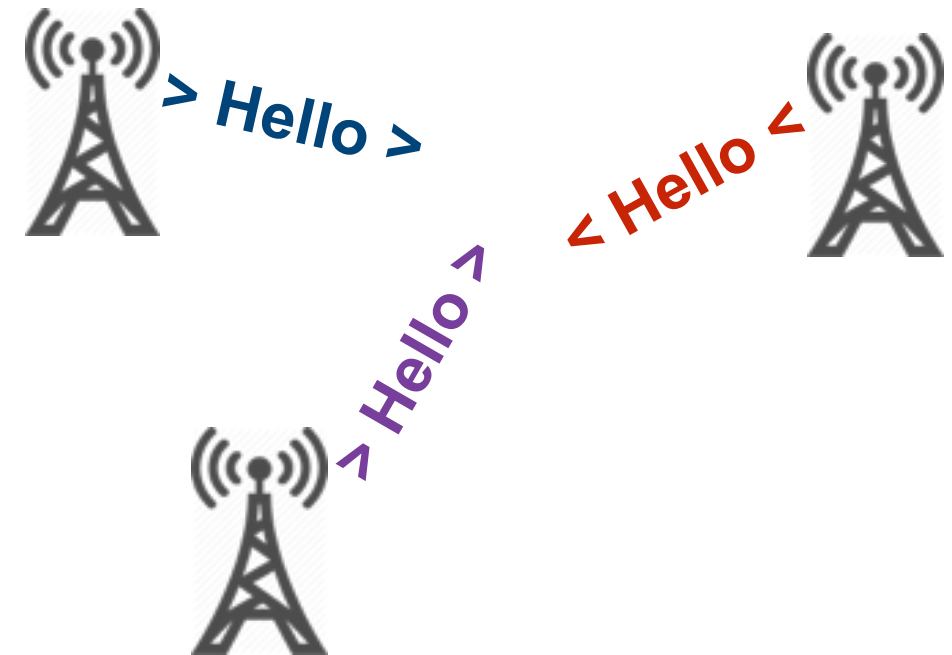


# Security measures

## Solution oriented



- Network monitoring
  - ➔ why does only a mobile phone listen?
  - ➔ every basestation listens
- Small (Femto) Cells
  - ➔ man in the middle
  - ➔ My base station is 5 m away



[source: [seminaronly.com](http://seminaronly.com)]



# Technology Outlook 2020 / Transformative Technologies



- Technology applications in Maritime, Renewables & Electricity, Health Care, Oil & Gas and Food & Water industries
  - ➔ sensors will drive automated data management
  - ➔ from passive data to automated decisions
  - ➔ automated decision tools by 2020
- Maritime: «policy driven»
- Health care: «trust» on sensor and mobile apps

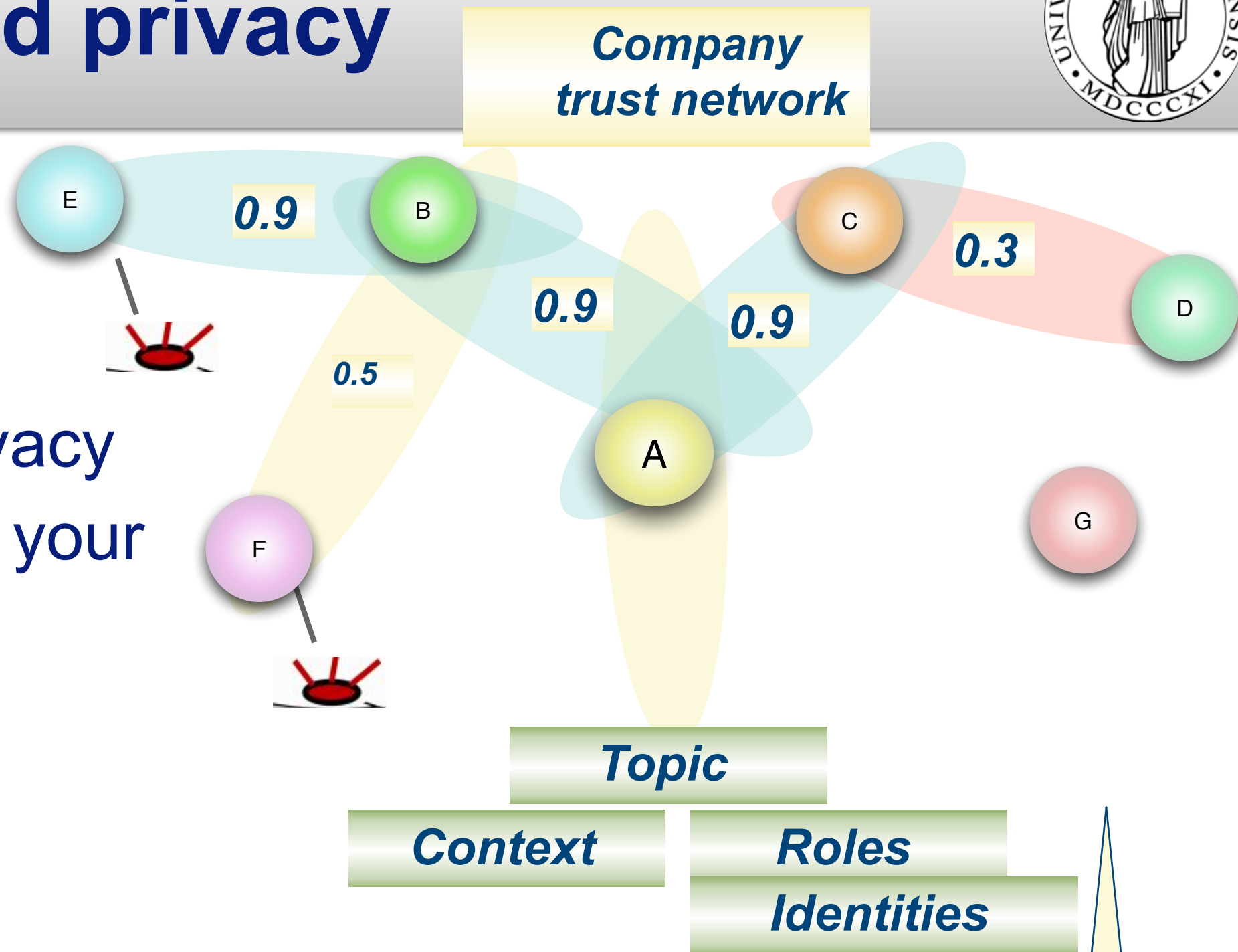
**“Only 59% of the public trust the energy industry,” (Edelman Trust Barometer 2013)**

**“In any change management process, the challenge is communicating risk,” (Peter Bjerager, DNV GL)**



# Trust-based privacy

- “With whom to collaborate?”
- Share data?
- Trust-based privacy
- Information and your social life



- *Measurable trust? Transient Trust?*
- *Value chains: from sensors to systems*

Thanks to Vladimir Oleshchuk for ideas and discussions



# Internet of Things Security



## Energy sector tops list of US industries under cyber attack, says Homeland Security

### Power Grid Cyber Attacks Keep the Pentagon Up at Night

12 March, 2015 at 6:38 PM

Pos

A detailed look at why computers running the U.S. electrical infrastructure are so vulnerable to digital threats

Washington, DC. March 12,

issued today by the US Dept.

Homeland Security says the

Industrial Control Systems

Response Team (ICS-CERT)

245 incidents reported by

industry partners.

By Michael McElfresh and The Conversation | June 8, 2015

*The following essay is reprinted with permission from The Conversation, an online publication covering the latest research.*

The energy sector, says Joe

all others again in 2014 with

incidents, followed by manufacturing

and worryingly healthcare

incidents. ICS-CERT's collaboration

with the Energy sector represents

collaborate on incident response


It's very hard to overstate how important the US power grid is to American society and its economy. Every critical infrastructure, from communications to water, is built on it and every important business function from banking to milking cows is completely dependent on it.



Scott Wylie/Flickr



Teri Robinson, Associate Editor

 Follow @TeriRnNY

October 22, 2015

# IoT security forcing business model changes, panel says

Share this article:



To secure the **Internet of Things** and to build trust with customers, the way that vendors approach manufacturing, distributing and supporting devices and solutions must change, a panel of security pros said Monday at the National Cyber Security Alliance's (NCSA's) Cybersecurity Summit held at Nasdaq.

"Business models will have to change. We used to build them [products], ship them and forget about them until we had to service them," said John Ellis, founder and managing director of Ellis & Associates. "We've moved to a new world where we have to ship and remember."





# Volvo to 'accept full liability' for crashes with its driverless cars

But decide on rules so we can make the dang vehicles



13 Oct 2015 at 06:04, [OUT-LAW.COM](http://OUT-LAW.COM)



68



22



78

Volvo will "accept full liability" for collisions involving its autonomous vehicles, the company has confirmed.



# **Discussion on Threat Scenario in IoT**

- Automated processes**
- How to protect values?**

## **Towards IoT Ecosystem**

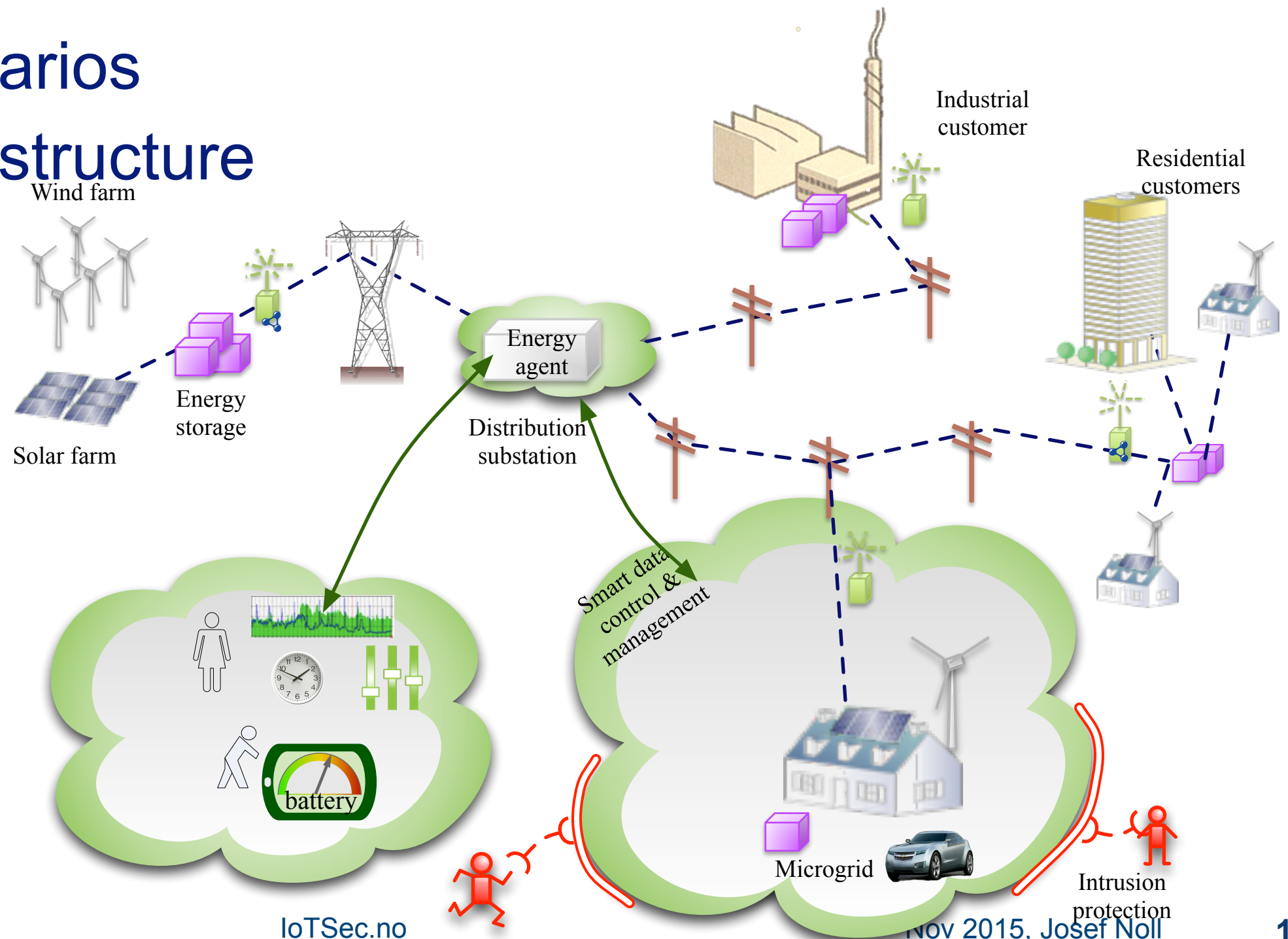
- Example: IoTSec initiative**
- Measurable Security and Privacy**



# The Smart Grid in the close future



- Smart grid with prosumers
- various control mechanisms
- attack scenarios
- critical infrastructure







- Research Initiative: Security in IoT for Smart Grids
  - applicable for Internet of Things (IoT)
  - focussed on Smart Grid security
- Facts
  - 1Oct2015 - 30Sep2020, 25 MNOK budget
  - 10 founding partners,
  - 18 partners (Aug2015)
- Main outcome
  - Research in Security for Smart Grid
  - Industrial Smart Grid Security Centre



# Partners



- Founding partners
  - ➔ University of Oslo (UiO) through the Institute for Informatics (Ifi) and the University Graduate Centre (UNIK),
  - ➔ Norwegian Computing Centre (NR)
  - ➔ Simula Research Laboratory (SRL)
  - ➔ Gjøvik University College
  - ➔ NCE Smart Energy Markets (NCE Smart)
  - ➔ eSmart Systems (eSmart)
  - ➔ Frederikstad Energi (FEN)
  - ➔ EB Nett (EB)
  - ➔ Movation (MOV)
- Associated Academic Members
  - ➔ Mondragon Unibersitatea, Spain
  - ➔ University of Victoria, Canada
  - ➔ Universidad Carlos III de Madrid, Spain
  - ➔ University of Roma La Sapienza, Italy
- Associated Industrial Members
  - ➔ Mondragon Unibersitatea, Spain
  - ➔ Fredrikstad kommune
  - ➔ EyeSaaS
  - ➔ Nimbeo
- H2020 and ECSEL projects
- COINS Academic Research School



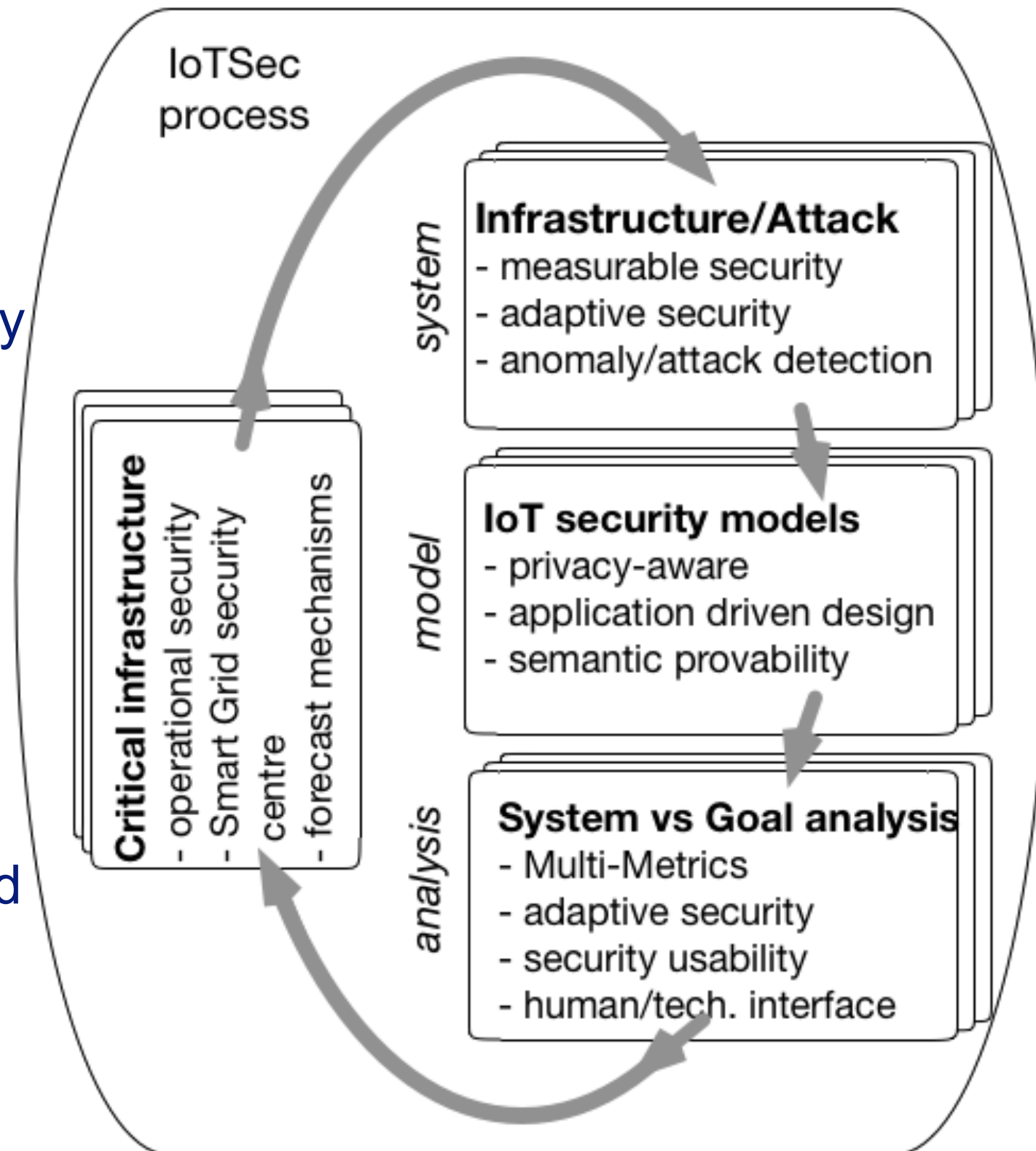
# Research Topics



- Tailoring «security challenges» to targeted research
- Measurable Security, Privacy and Dependability
- Semantic modelling and provability
- Adaptive security
- Security in IoT Ecosystem

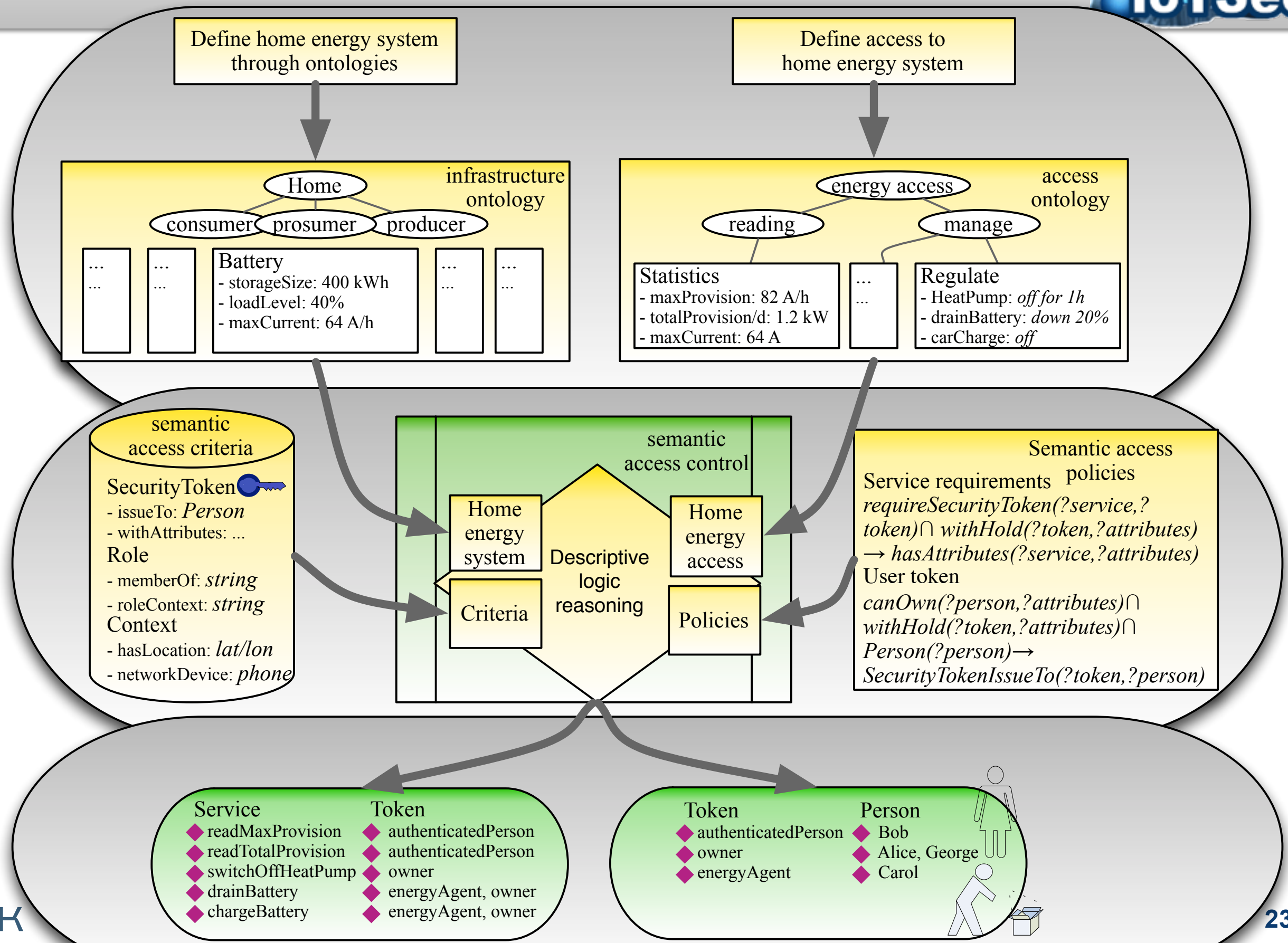
## Operational requirements

- Operational security
- Forecast mechanisms
- Operation Centre (from Smart Grid Smart City)





# Example of research: Semantic access control



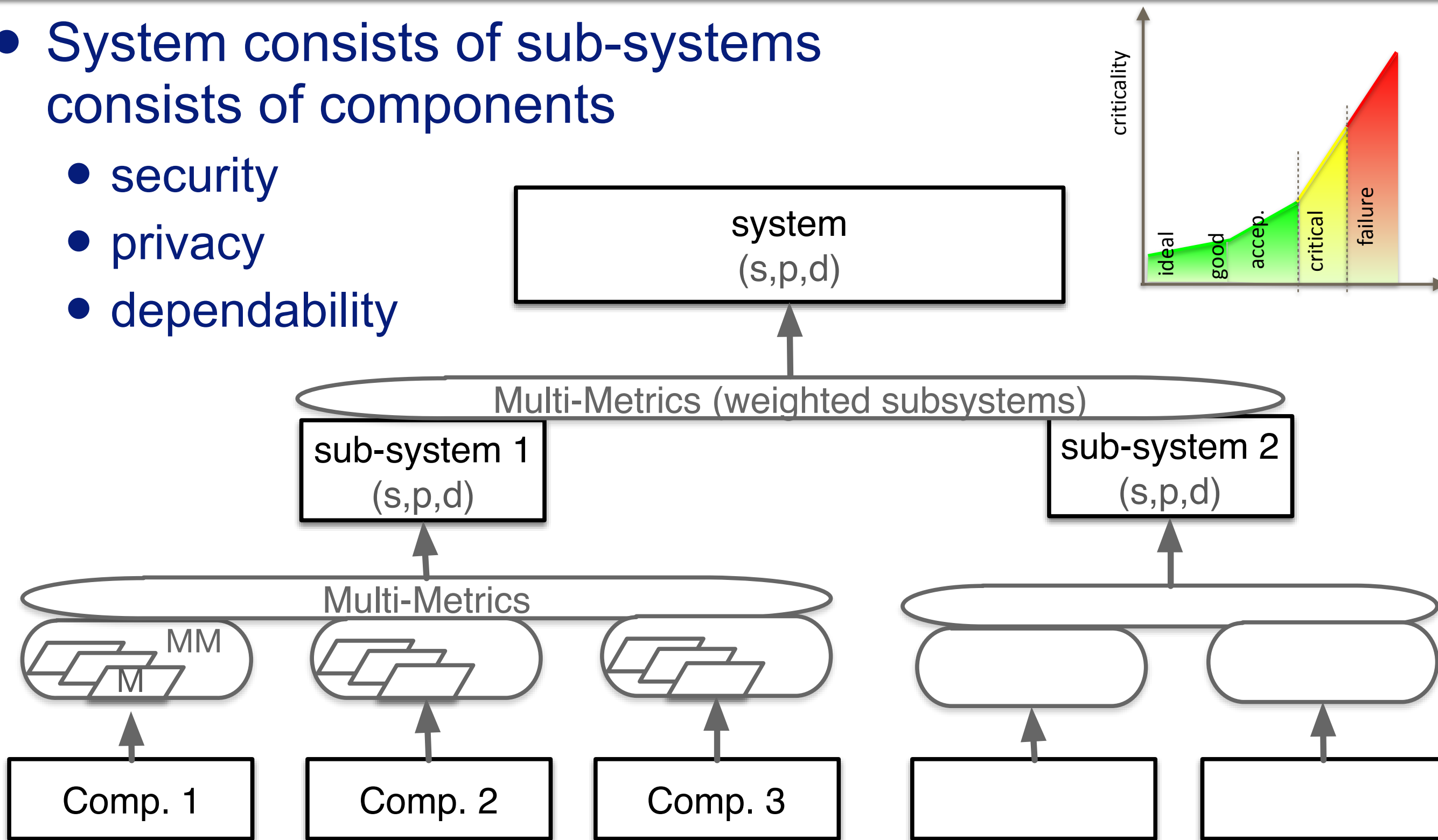


# Example of Research: Multi-Metrics<sub>v2</sub> - system composition



- System consists of sub-systems  
consists of components

- security
- privacy
- dependability





# Main expected Outcome of IoTSec

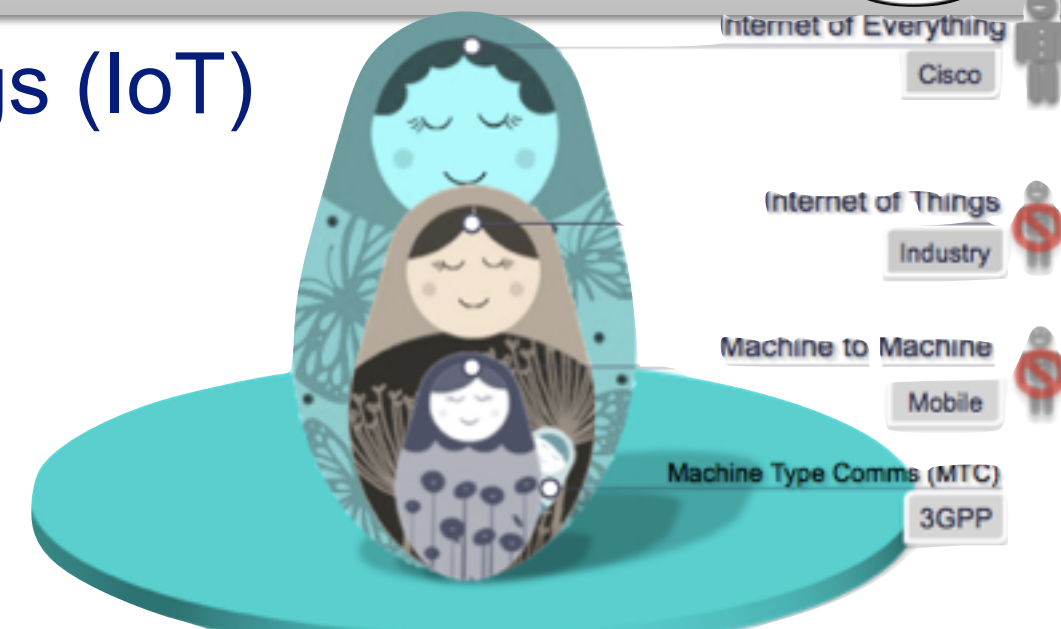


- Robust research community
  - ➔ after 2 years 7 international projects, 2 succeeded
- PhD education
  - ➔ 15 ongoing PhDs
- International involvement
  - ➔ workshops with international partners/1 conference
- Industrial impact, Security Centre @ NCE Smart
  - ➔ Security analyses of existing smart grid infrastructure and technologies
  - ➔ Simulations of cyber-attacks
  - ➔ Security systems of protecting smart grid against cyber-attack

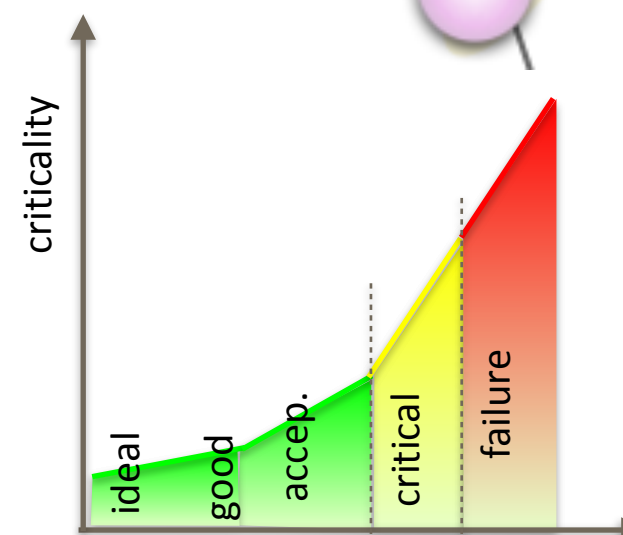
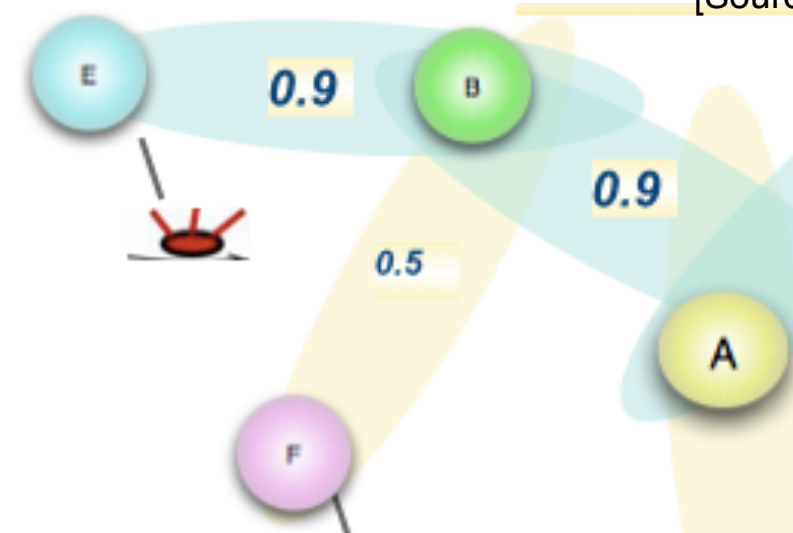


# Conclusions for Security in IoT

- Paradigm change in the Internet of Things (IoT)
  - Automated processes by 2020
  - measures of criticality
  - Industrial Applicability
- Trust, Security, Privacy in the IoT
  - No trust without privacy
  - Novel privacy paradigm
- Measurable Security&Privacy
  - Trust entities
  - Methods for Measurable Security
  - Innovation through Measurable Security



[Source: Monique Morrow, Cisco]



SPD level	SPD vs SPD <sub>Goal</sub>
(67,61,47)	(●, ●, ●)
(67,61,47)	(●, ●, ●)
(31,33,63)	(●, ●, ●)



# Discussion on Measurable Security

- Can you measure security?
- Units of security?

## Business Ecosystem



# Internet-driven services



- App economy
  - «All services» come through mobile devices
  - from «parts» to services
- Ambient Assisted Living (AAL)
  - Sensors supporting care information
  - Proactive Health professionals
    - call if you have not taken your medicine
    - call if your blood pressure is too high
- Hospital access
  - BasicInternet at 5 hospitals
- Producing sensors vs analysing data
  - sensor producers don't see the use of their sensors
- Information providers (Google)
  - become industry suppliers

«Free basic access for low  
capacity services»  
The Basic Internet Vision @Basic4all



# MIT and the global GDP

- 50% of U.S. economic growth after 1945 attributed to technological innovation

25 largest economies  
by GDP (PPP) in 2015 in Billions

1	 <b>China</b>	18,976
2	 <b>United States</b>	18,125
3	 <b>India</b>	7,997
4	 <b>Japan</b>	4,843
5	 <b>Germany</b>	3,815
6	 <b>Russia</b>	3,458
7	 <b>Brazil</b>	3,259
8	 <b>Indonesia</b>	2,840
9	 <b>United Kingdom</b>	2,641
10	 <b>France</b>	2,634

## MIT alumni startups (2011 numbers)

- 25,800 active companies
- 3.3 million people employed
- \$2 trillion gross domestic product
- 10th world rank in GDP
- 19% higher per capita income than California (27% higher than USA)

## Role of education

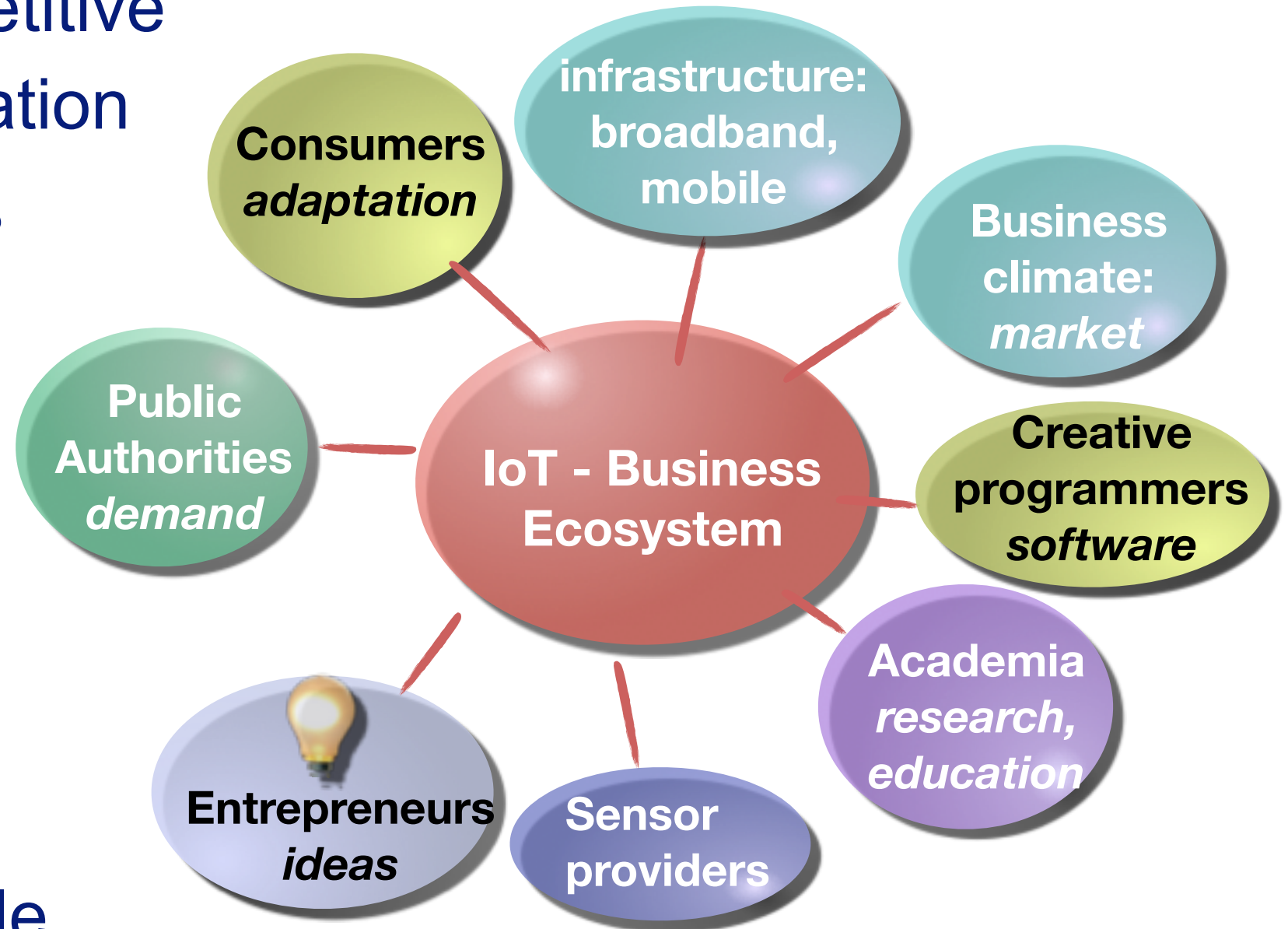
- 75% of the world's GDP growth in developing countries



# Human perspective in The IoT ecosystem

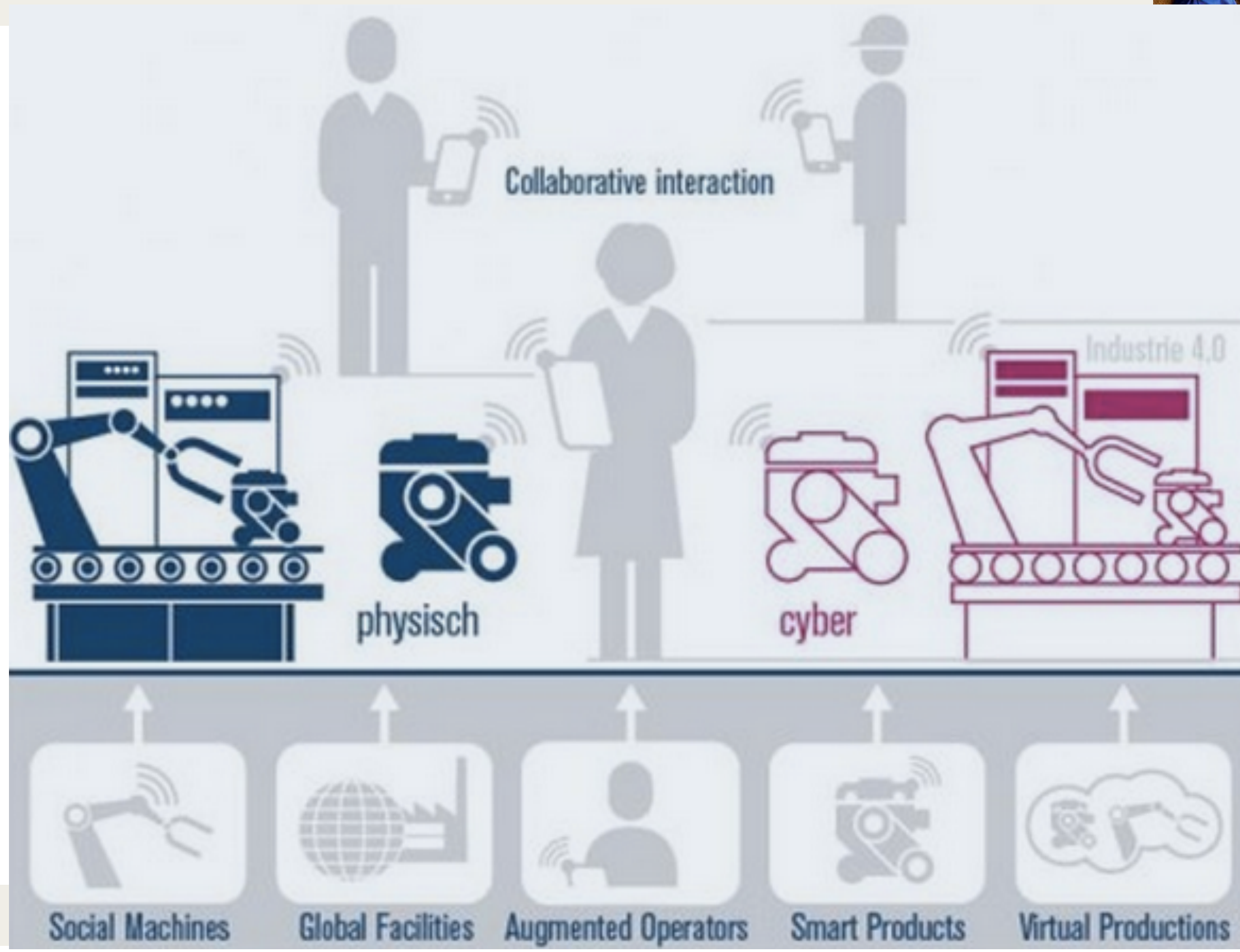


- Creating business
  - openness, competitive
  - climate for innovation
- Public authorities
  - trust, confidence
  - demand
- **Consumers**
  - (early) adapters
  - education
- Infrastructure
  - broadband, mobile
  - competition





# Industrie 4.0 vision



Source: Trumpf / Forschungsunion  
Wirtschaft & Wissenschaft



# EU Commission activities



- Four focus areas for Industrie 4.0
  - Digital Innovation Hubs
  - Leadership in digital platforms
  - **Closing the digital divide gap**
  - Providing framework conditions
- Collaboration with regional/structural funds (ESIF) and Juncker package (EPIF)
- Connectivity is the challenge both in terms of
  - Availability/Security and
  - Affordability

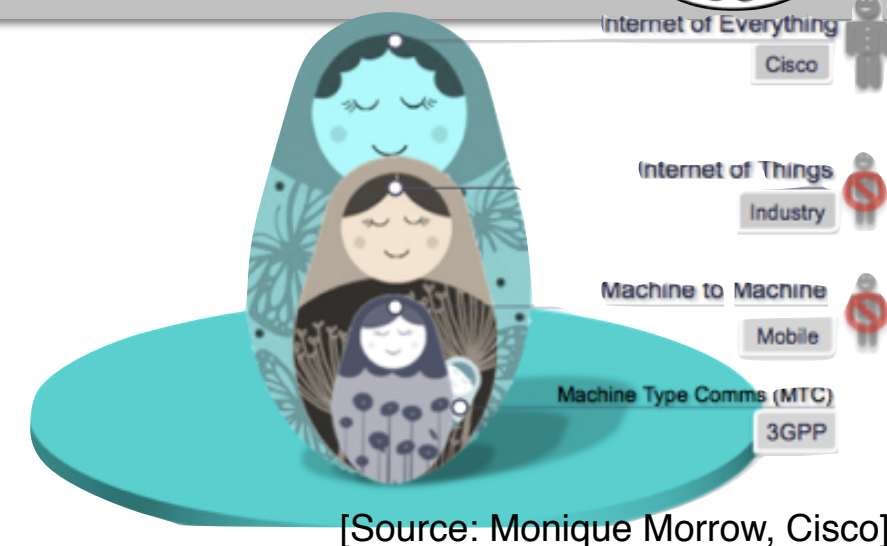


## **Experiences from the Innovation Stock Exchange - innobors.no (see: Presentation on InnoBors Experiences)**

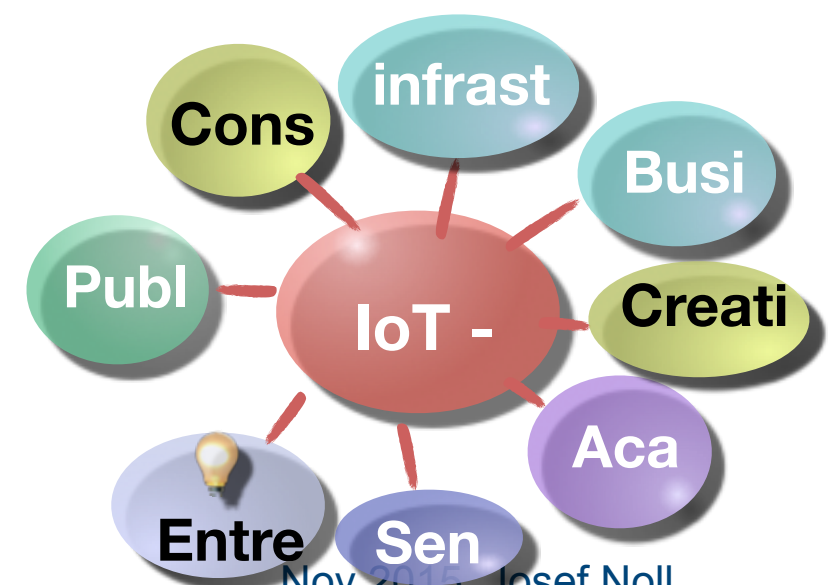
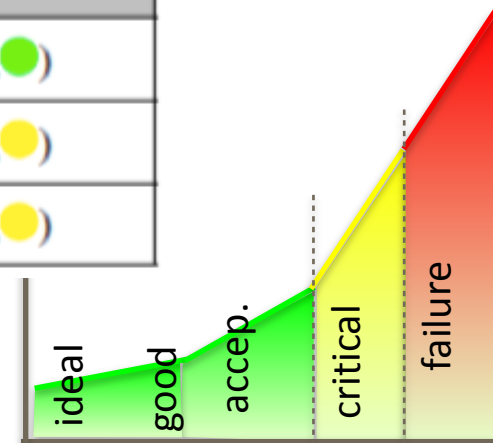


# Conclusions

- Internet of Things (IoT) is a game changer
  - ➔ Unfair advantage in the Nordics
  - ➔ Autonomous systems, Critical Infrastructure
- Collaborative approach for a (more) secure society
  - ➔ trust is not enough, need for measurable
  - ➔ partnership for security: threats, measures, counter activities
- Measurable Security and Privacy for IoT
  - ➔ IoTSec.no - Security for Smart Grid
  - ➔ Dependable access
  - ➔ Industrial impact: Security Centre for Smart Grid
- Innovation ecosystem
  - ➔ Digital innovation
  - ➔ Experiences from Innovation Stock Exchange



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# My special thanks to

- Silica Pejanovic-Djurisic for the opportunity to present
- Per Anders Johansen, Andreas Bakke Foss and Aftenposten for putting their effort into security
- Rune Rækken and my colleagues from Telenor for the education in 2G, 3G and beyond
- Hans Christian Haugli for the focus on Internet of Things (IoT)
- Andrea Fiaschetti for the invitation to SHIELD - measurable security
- JU Artemis and the Research Councils (Trond Espeli) for support
- Przemyslaw Osocha and Cecilia Coveri for running the SHIELD projects
- Sarfraz Alam, Zahid Iqbal and Mushfiq Chowdhury (UNIK) for the semantics and demos
- Habtamu Abbie (NR) for the good discussions on measurable security
- Iñaki Garitano and Seraj Fayyad for the papers on measurable security
- and all those I have forgotten to mention