

Establishing identity and maintaining privacy in the cloud The need for Hardware Security Modules

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What we'll talk about

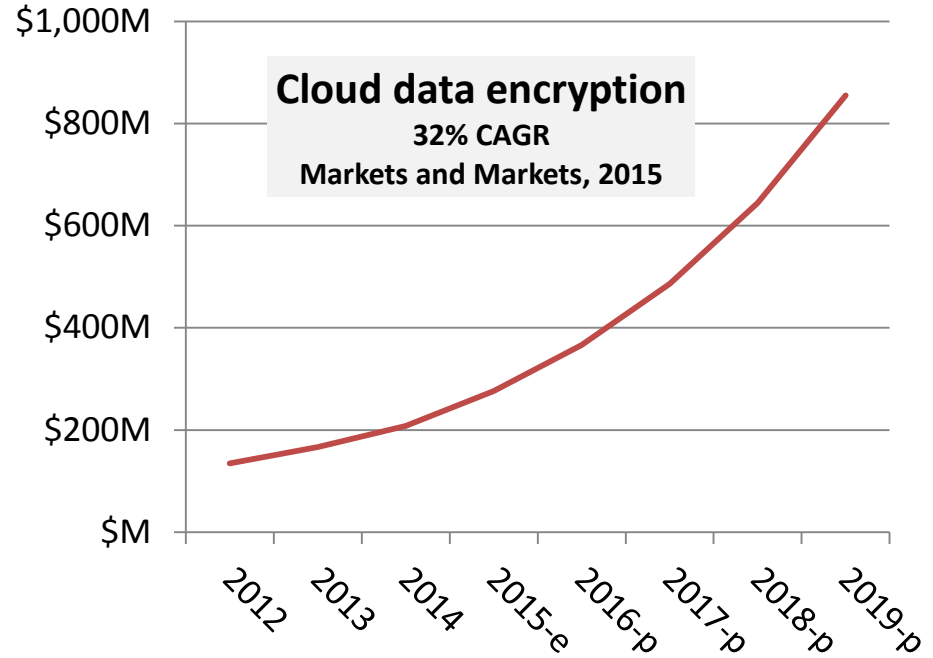
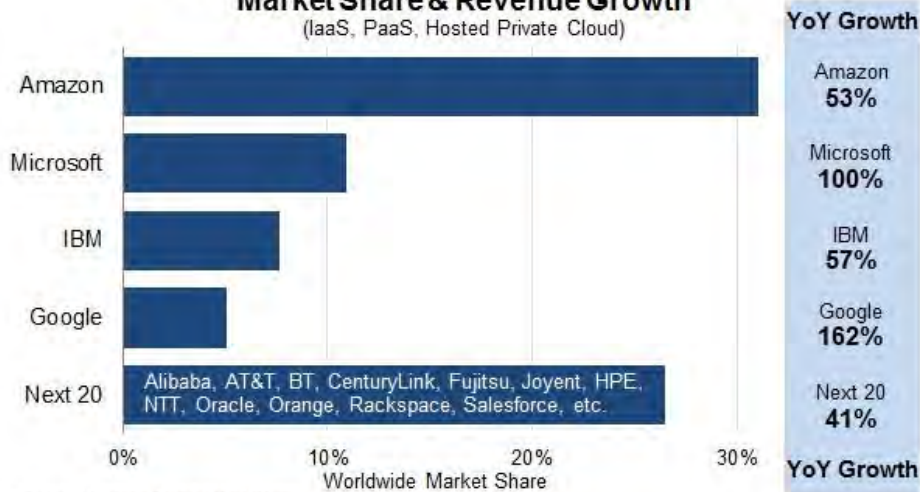
- The cloud: its growth, its ubiquity, how we use it
- When HSMs are required (or at least highly desirable)
- How an HSM fits in: a couple of examples

Growth in the cloud

- By 2020, at least 35% of new IT spending in Europe will be cloud-based
 - while non-cloud enterprise applications spend will be flat

IDC, 2017

Cloud Infrastructure Services - Q2 2016
Market Share & Revenue Growth
 (IaaS, PaaS, Hosted Private Cloud)



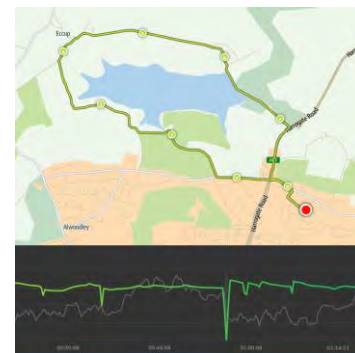
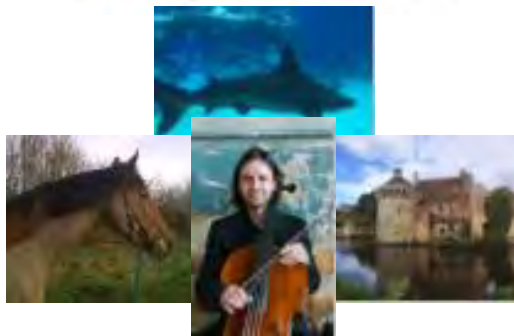
- More than 70% of European enterprise IT organizations will commit to multicloud architectures in 2018

IDC, 2017

We transact in the cloud



We trust the cloud with sensitive information



Why use a Hardware Security Module

- Regulatory compliance

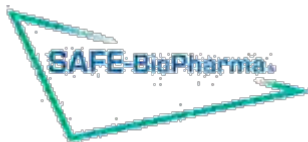
- Internal audit requirements

- Protect valuable assets in a high threat environment

- Fear: one data breach too many



Regulatory compliance can require HSMs



GDPR



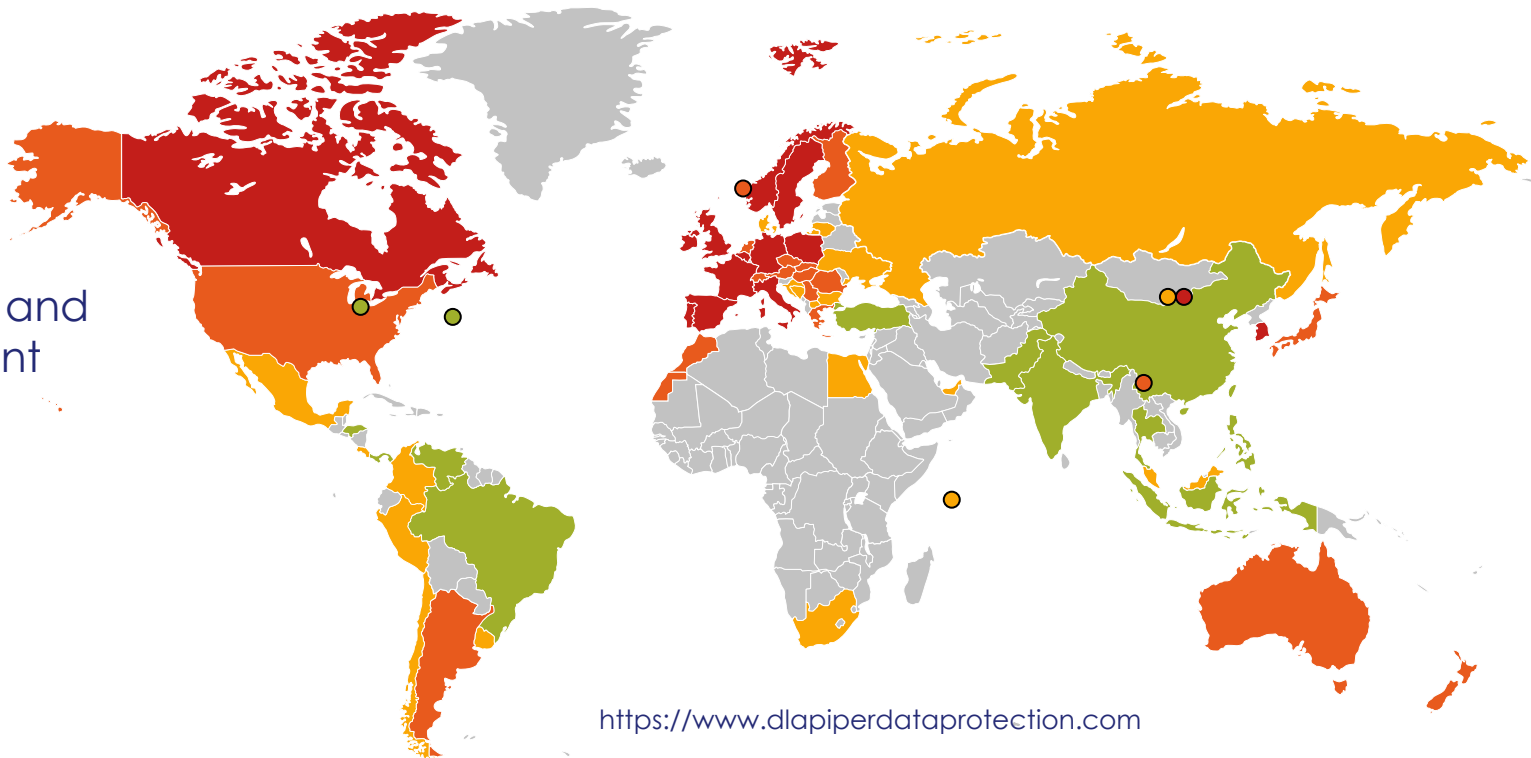
PSD2



eIDAS

➤ Regulation and enforcement

- **Heavy**
- **Robust**
- **Moderate**
- **Limited**



<https://www.dlapiperdataprotection.com>

Some of the regulations

PSD2 "regulatory technical standard" article 34

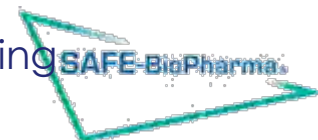
- "For the purpose of identification ... payment service providers shall rely on **qualified certificates** for **electronic seals** as referred to in Article 3(30) of [the eIDAS Regulation,] or for **website authentication** as referred to in Article 3(39) of that Regulation"
- Qualified certificates ⇒ eIDAS compliant HSMs

GDPR

- Applies to any multinational company that
 - collects and retains customer data, trade secrets, and other confidential data
 - or operates in a critical infrastructure sector, such as energy, financial services, healthcare, and defence
- Right to be forgotten ⇒ HSM for key life cycle management
- Show best practice ⇒ data encryption, logging and audit trails ⇒ HSM

SAFE-BioPharma

- Created by the biopharmaceutical industry and its regulators to provide trust for digital transactions in biopharmaceuticals and healthcare
- Common standards for Id and PKI ⇒ HSM for key protection and secure signing



What are Hardware Security Modules?

Tamper resistant cryptographic devices

- Isolated from threats that can come from the host OS, or from applications running on the host



What should an HSM do?

- Protect cryptographic keys from theft and abuse
- Simplify key management
 - replication, recovery
- Control how a key can be used
- Securely execute cryptographic operations
 - encrypt, sign, time stamp, authenticate, ...
- Ensure or help compliance with industry regulations
- And so as far as possible to delegate our trust to the HSM



Where are Hardware Security Modules being used?

Identity trust infrastructures

- Natural person
- An organisation
- eIDAS provides a general source of identity
 - For both natural persons and for organisations

Signing

- Document, transaction, application code
- Who signed, what was signed, when it was signed

Protecting stored data

- Only allow authorised access

Protecting transmitted data

- Only allow authorised readers
- Detect tampering

Identity and authentication

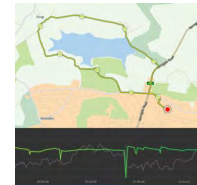
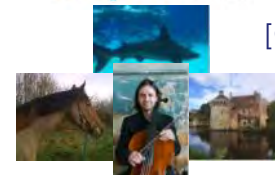
Two separate questions

- Who am I - authentication
- What am I allowed to do - authorisation

Appropriate strength of identification

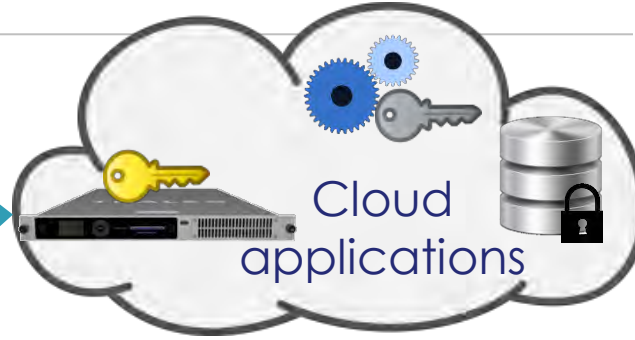
- May need to identify the natural person
- Or name and password may be sufficient
- Or simply possession of a transferable token or ticket

Examples



Protecting data in the cloud

Key is secured by an HSM in the cloud, HSM protects customer's logs



Key is available for use by security sensitive cloud applications, and to access the customer's encrypted data
Cloud provider has no access



HSM wraps and exports the key to the cloud

Customer's premises

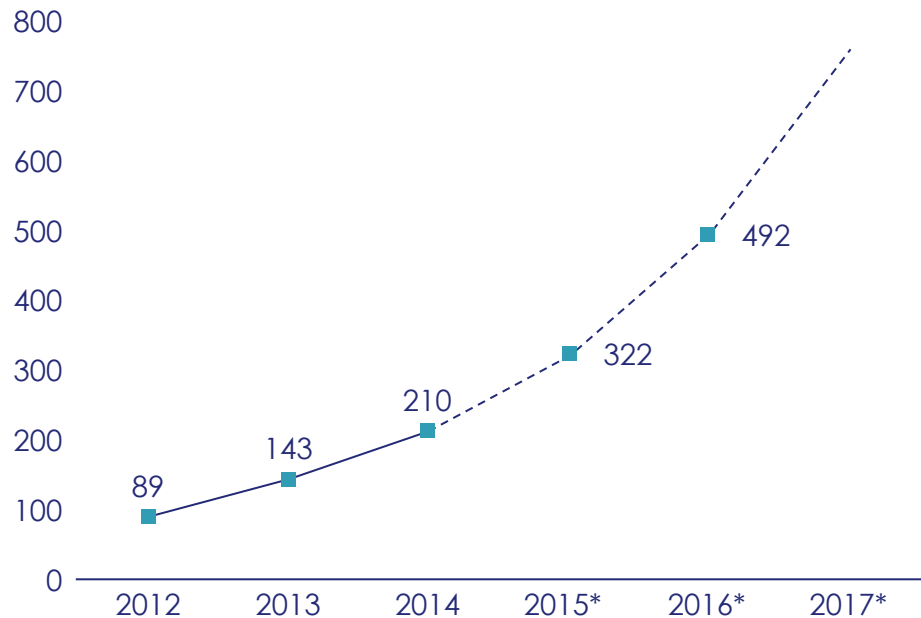


Customer uses an HSM on their premises to generate their key(s)
HSM provides secure long term storage and disaster recovery for those keys

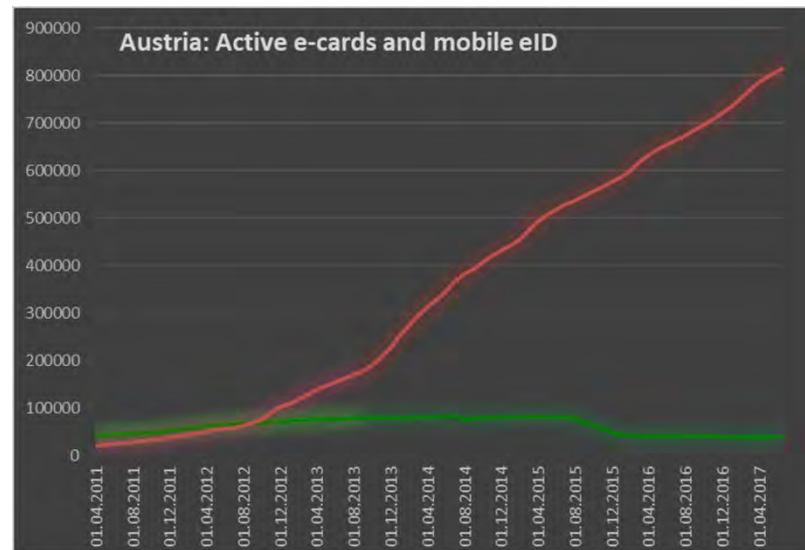


Increasing adoption of electronic signatures

Annual transactions
(millions)



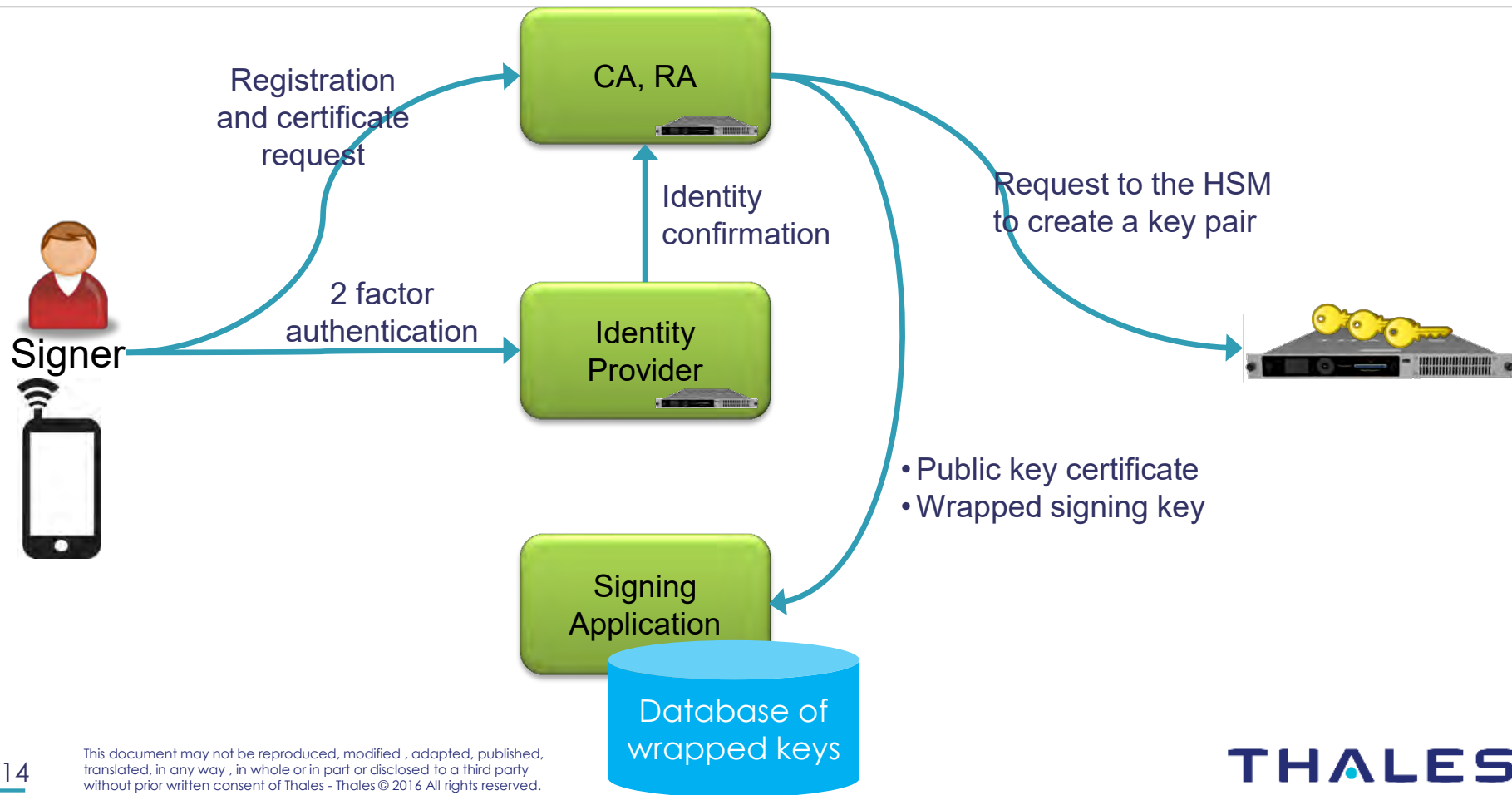
Source: Forrester interviews with 9 leading eSignature solution providers
* Forrester projection



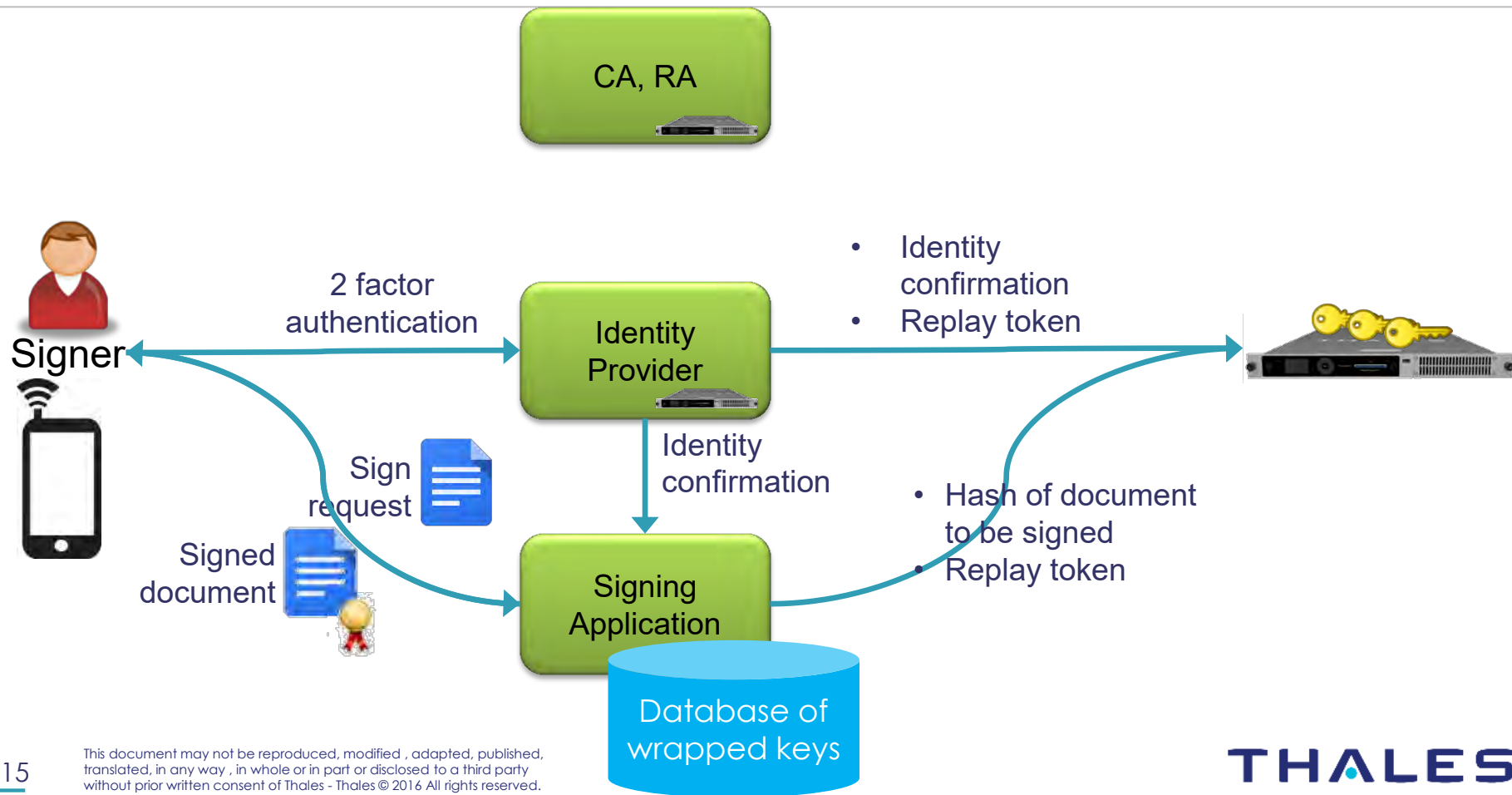
-Smart cards- -Mobile eID-

■ Austria, Italy, Spain, Sweden
■ India, Japan

eIDAS compliant remote signing architecture: registration



eIDAS compliant remote signing architecture: signing



We have a responsibility to ...

■ **Protect our own identity and our personal data**

■ **Do what we can to protect the identity and personal data of others**

A person wearing a grey suit jacket and a blue patterned tie is holding a rectangular sign with a light-colored wooden frame. The sign has a black background with the text "ANY questions?" written in white, chalk-like font. The word "ANY" is in all caps and is positioned above the word "questions?", which is in lowercase and ends with a question mark. The person's hands are visible on the left and right sides of the sign.

ANY
questions?