

# Agenda

- 1. Introduction
- 2. Cyber Security regulation for shipping
  - Catalyst for regulation
  - The regulation and it's scope
  - How the regulation is interpreted
- 3. Cyber Security one year later
  - Overview of common risks and incidents
  - Driving forces for further improvement
- 4. Cyber Security and piracy
  - Similarities and differences
  - Convergence risk and mitigations
- 5. Conclusions



# Introduction to CyberOwl

#### A team of data and security experts

### Award-winning Medulla technology

### Deployed around the world



**Dan Ng**Chief Executive Officer



**Russell Kempley**Chief Security Officer



**Ken Woghiren**Chief Technical Officer



**Professor Siraj Shaikh**Chief Science Officer

















# **Cyber Security Regulation for Shipping**



## Why did marine cybersecurity need regulation?

### **Typical situation onboard vessels:**

**Legacy Equipment** 

Little or no patching

**Crew have full admin rights** 

**OEMs** have little engagement

Heavy use of removable media

**Defence relies on limited connectivity** 

### **Trend towards digitalisation:**

**More integration** 

**Greater dependence on automation** 

More crew personal devices

Remote maintenance

**Faster satellite links** 

**Greater exposure and risk** 



## Set against increasing threat landscape



Could MOL-Chartered Mauritius Oil Spill Ship Wakashio Have Been Hacked?



TECHNOLOGY EXECUTIVE COUNCIL

Iran is 'leapfrogging our defenses' in a cyber war 'my gut is we lose': Hacking expert Kevin Mandia

PUBLISHED THU, NOV 18 2021-3:04 PM EST | UPDATED THU, NOV 18 2021-3:09 PM EST

Security

Shipping is so insecure we could have driven off in an oil rig, says Pen Test Partners

Not many stranger things happen at sea

By Gareth Corfield 18 Feb 2020 at 16:45 0 ☐ SHARE ▼



## The regulation: IMO 2021

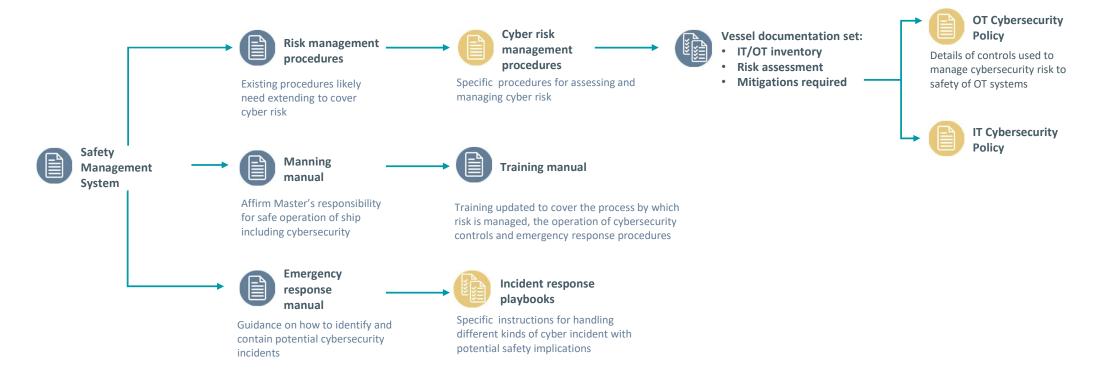
### MSC.428(98):

AFFIRMS that an approved safety management system should take into account cyber risk management in accordance with the objectives and functional requirements of the ISM Code;

ENCOURAGES Administrations to ensure that cyber risks are appropriately addressed in safety management systems no later than the first annual verification of the company's Document of Compliance after 1 January 2021;

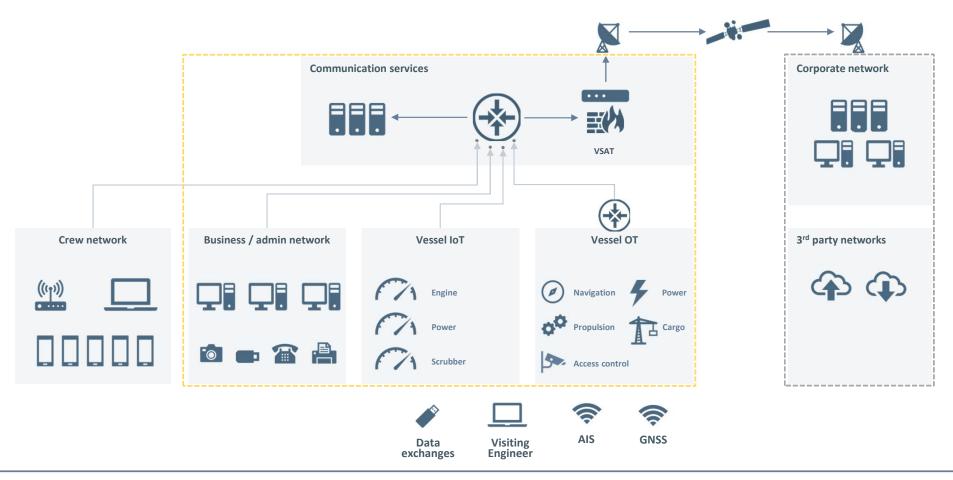


# **Safety Management System (SMS)**





# Scope of the ISM / SMS





## **Typical OT systems onboard**

#### Communication systems

- integrated communication systems
- satellite communication equipment
- Voice Over Internet Protocols (VOIP) equipment
- wireless networks (WLANs)
- public address and general alarm systems
- systems used for reporting mandatory information to public authorities.

#### **Bridge systems**

- integrated navigation system
- positioning systems (GPS, etc)
- Electronic Chart Display Information System (ECDIS)
- Dynamic Positioning (DP) systems
- systems that interface with electronic navigation systems and propulsion/manoeuvring systems
- Automatic Identification System (AIS)
- Global Maritime Distress and Safety System (GMDSS)
- radar equipment
- Voyage Data Recorders (VDRs)
- Bridge Navigational Watch Alarm System (BNWAS)
- Shipboard Security Alarm Systems (SSAS).

#### Propulsion, machinery management and power control systems

- engine governor
- power management
- integrated control system
- alarm system
- bilge water control system
- water treatment system
- memissions monitoring
- heating, ventilation and air-conditioning monitoring
- damage control systems
- other monitoring and data collection systems eg fire alarms.

#### Cargo management systems

- Cargo Control Room (CCR) and its equipment
- onboard loading computers and computers used for exchange of loading information and load plan updates with the marine terminal and stevedoring company
- remote cargo and container tracking and sensing systems
- level indication system
- valve remote control system
- ballast water systems
- reefer monitoring systems
- water ingress alarm system.

#### Passenger or visitor servicing and management systems

- Property Management System (PMS)
- shipmanagement systems (often including electronic health records)
- financial related systems
- ship passenger/visitor/seafarer boarding access systems
- infrastructure support systems like domain naming system (DNS) and user authentication/ authorisation systems.
- incident management systems.

#### Passenger-facing networks

- passenger Wi-Fi or Local Area Network (LAN) internet access, for example where onboard personnel can connect their own devices<sup>22</sup>
- guest entertainment systems.

#### Core infrastructure systems

- security gateways
- routersswitches
- 6 "
- firewalls
- Virtual Private Network(s) (VPN)
- Virtual LAN(s) (VLAN)
- intrusion prevention systems
- security event logging systems.

List of OT systems listed in BIMCO guidelines



# Interpretation for guidance and audit

Regulation	Guidance		Audit				
International Maritime	Organisation					Port State Control	
MSC.428(98)	MSC-FAL.1/Circ.3				ı	USCG CVC-WI-027 – Nov 2020 Other MOUs – TBC	
	ВІМС	0					
	Guidelines on Cyl Onboard Shi				Doc	ument of Compliance	
Global Standards			Industry A	Associations			
NIST		DCSA – M	Aar 2020 OCIMF VIQ7		– Feb 2019	)	
		Class societies					
	Sı	pecification of class not				Inspection and award of class notations	

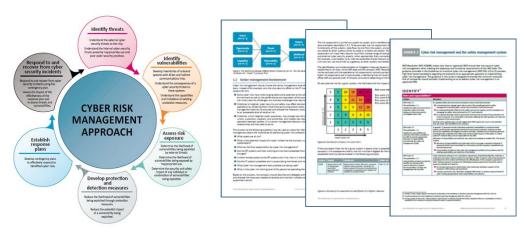


# **BIMCO Guidelines on Cyber Security onboard ships**



#### **Contents**

Chapter 1 – Overview of cyber security risk management
Chapters 2-5 – Assessment of cyber security risks
Chapters 7-8 – Development of security controls
Chapters 9-10 – Guidance on response and recovery



Excerpts from BIMCO guidelines v4

https://www.bimco.org/about-us-and-our-members/publications/the-guidelines-on-cyber-security-onboard-ships and the substitution of the substitut



# **BIMCO Guidelines key highlights**

**Clear mapping between ISM Code and guidelines** 

Mandate for senior management involvement

Relationships between owners, managers, agents and suppliers

**Examples of known incidents and risks** 

Tailoring of best practice to maritime domain



## Port state control - key points from USCG CVC-WI-027



The inspector shall identify when basic cyber hygiene procedures are not in place onboard.

- Poor cyber hygiene
  - Username / Password openly displayed
  - Computer system appears to require a generic login or no login for access
  - Computer system does not appear to automatically log out after extended period of user inactivity
  - Heavy reliance on flash drive/USB media use
- Shipboard computers readily appear to have been compromised by ransomware/excessive popups
- Officers/crew complain about unusual network issues and reliability impacting shipboard systems
- Unit/vessel screener received potential 'spoofed' email from master/crew onboard.

The inspector should evaluate whether or not a cybersecurity event was a factor in the failure of a system required for the safe navigation or operation of the vessel

• Decide if there it justification for more detailed inspection (exam)



## **Regulation summary**

Vessels have increasing exposure to cybersecurity risks

**IMO Regulation introduced in January 2021** 

Has broad implication for management of onboard systems

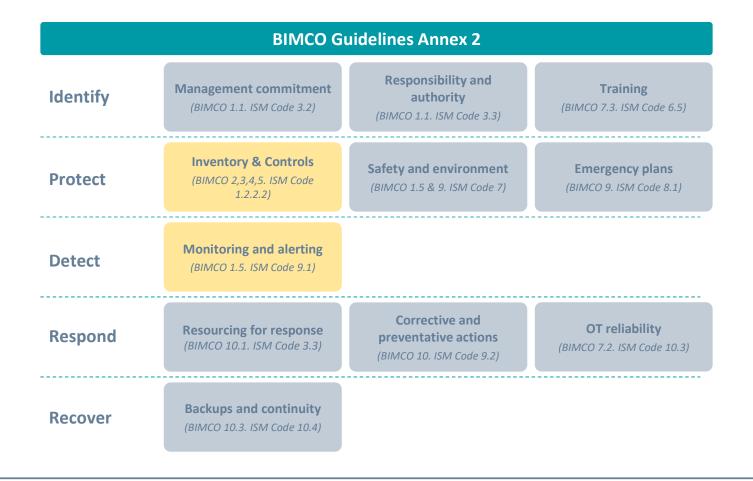
**BIMCO Guidelines help to interpret the regulation** 

Initial audit requirements focused on basic hygiene factors





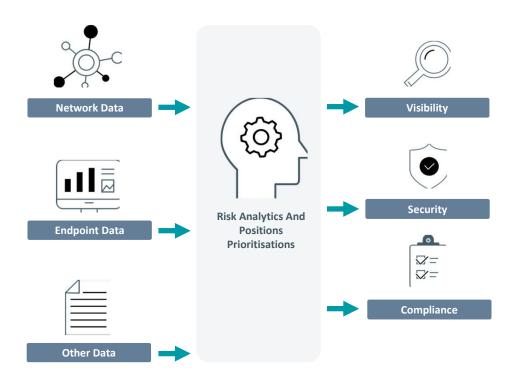
## **Key security domains (BIMCO Guidelines – Annex 2)**





## CyberOwl's perspective

We collect and analyse diverse sources of data from vessels:





### And deliver data driven...

- Collection of inventory
- Risk assessment
- Validation of security controls
- Security monitoring
- Response recommendations



### **Inventory & Controls**

### **Inventory discovery**

- Operators have increasingly good visibility of connected devices
- Other types of inventory are more difficult to manage

#### Risk assessment

- Most operators have completed initial risk assessments
- But the results should be taken with caution

### **Application software security**

VSAT connectivity is allowing more frequent software updates

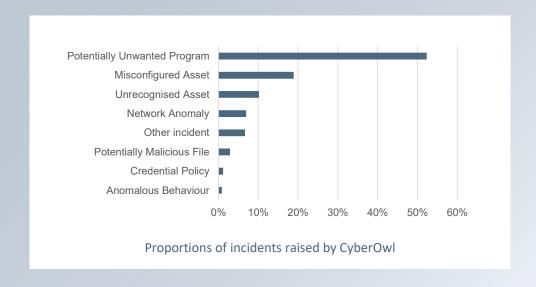
### **Secure configurations**

- Hardening is difficult because crew still need flexibility
- Few easy options for improvement but monitoring can help

### **Monitoring & Alerting**

#### **Incident detection**

- Majority of incidents are minor compliance issues
- Most malware incidents involve USB devices





# **Driving forces for further progress**

Availability of security tools tailored to marine requirements

**Industry benchmarking initiatives** 

**Class notations and type approvals** 

Insurance and supply chain pressure

**Inspections and audit** 



## **Progress summary**

### Good progress on inventory and patching

Risk assessments have focussed minds but will need refreshing

Some difficult challenges remain especially with OT and crew autonomy

There are several driving forces that will deliver further improvement

Inspections will get tougher





# **Cyber security and piracy – threat convergence?**





# **Cyber security and piracy – actors**

**Piracy threat actors** 

**Characterised by area** 

**Constrained geographically** 

**Physical** 

Prepared to use violence

**Cyber threat actors** 

**Characterised by motivation** 

Global

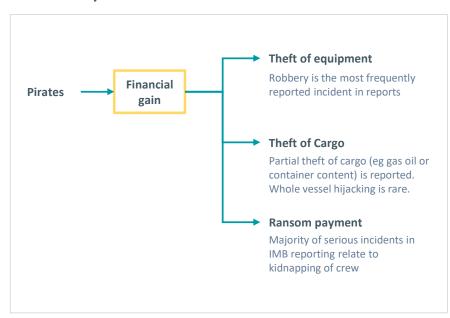
**Technical** 

Seek to minimise risk



# **Cyber security and piracy – motivations**

#### **Piracy threat motivations**



Summary assessment of motivations in reporting by ReCAAP, IMB etc

#### **Cyber threat motivations**

Group	Motivation			
Accidental actors	No malicious motive but still end up causing unintended harm through bad lu lack of knowledge or lack of care, eg by inserting infected USB in onboard IT o systems.			
Activists (including disgruntled employees)	<ul> <li>revenge</li> <li>disruption of operations</li> <li>media attention</li> <li>reputational damage</li> </ul>			
Criminals	financial gain commercial espionage industrial espionage			
Opportunists	<ul><li>the challenge</li><li>reputational gain</li><li>financial gain</li></ul>			
States State sponsored organisations Terrorists	political/idealogical gain eg (un)controlled disruption to economies and critical national infrastructure     espionage     financial gain     commercial espionage     industrial espionage     commercial gain			

List of cyber security threat actors included in BIMCO guidelines



# **Cyber security and piracy – methods**

### Cyber "kill-chain"



### Piracy "kill-chain"





# **Cyber security and piracy – methods**

Similarities in methods between cyber threats and piracy threats:

Use of extortion
Persistent
Adaptable and imaginative
Asymmetric
Supporting ecosystem



## **Cyber security and piracy – convergence**

### Piracy "kill-chain"

Reconnaissance Boarding Defence evasion Access Impact

#### Potential cyber attack synergies

#### Identify high value target

Use of AIS data

#### **Identify accessible target**

#### **Identify target containers**

- Cyber attack on port systems
- Cyber attack on cargo systems

#### **Locate target**

Use of AIS data

#### Cause target to slow

- Send AIS man overboard alert
- Cyber attack on propulsion

#### Cause target to near shore

- GPS spoofing
- Cyber attack on navigation

#### **Approach undetected**

- Spoof AIS to confuse crew
- Cyber attack on radar systems

#### **Board undetected**

- Cyber attack on CCTV systems
- Cyber attack on alarm systems

#### **Prevent countermeasures**

- Cyber attack on alarm systems
- Cyber attack on access control

#### Access restricted areas

Cyber attack on access control

#### Frustrate rescue

- Damage comms systems
- Cyber attack on comms systems

#### Alternate monetisation

- Install ransomware
- Steal cargo data



# **Cyber security and piracy**

### How soon might we see converged attacks?

#### No evidence that pirates will quickly obtain advanced skills

- There is limited off-the-shelf capability to target vessels
- Even relatively simple techniques like AIS spoofing will require planning and coordination to be effective
- But there are many cyber criminals who operate on a 'hack for hire' basis and could be paid by pirates for their support if it was economically viable

#### Cyber threat actors could pay pirates for physical access

- A pirate could be paid to connect a USB drive while onboard a vessel in order to circumvent network controls
- Could become an overlap between piracy and state-sponsored cyber attacks



## **Cyber security and piracy – leading indicators and initiatives**

Threat intelligence sharing for

Developing "business models" of piracy gangs

**Evidence of use of AIS or other data** 

Availability of accessible malware targeting ships systems

Signs of network or system access during an attack

Cyber attacks with geographic focus



# **Cyber security and piracy summary**

There are similarities between cyber attacks and piracy

**But also important differences** 

Cyber attacks could enable more successful piracy

But the economics and skills required mean this may not happen

The industry must watch for any developments





Cyber security in marine has a long way to go

Regulation has started to result in real progress

Important to mitigate potential threat of cyber and piracy convergence





