



BUYER'S GUIDE TO IoT SECURITY

The definitive guide for evaluating IoT security solutions.

The Internet of Things (IoT) age is here and thriving. It is a huge digital transformation for the enterprise—bigger than PC and mobile combined. Today there are over 8.4 billion devices connected, and that number will grow to 20 billion by 2020.¹ The IoT era not only brings new opportunities, but also presents an expanded attack surface, already being exploited by cyber criminals.

THE PROMISE OF THE IoT AGE

The promise of connected devices is they will help us conduct business, deliver healthcare, manage resources, faster and more efficiently. Today connected devices are business solutions such as smart devices, TVs, printers, business collaboration systems, HVAC systems, lighting systems, security systems, jet engine components, oil rig drills, manufacturing systems, medical devices and more. We are way beyond BYOD.

CONNECTIVITY FIRST, SECURITY SECOND

With the new IoT age, it is connectivity first – security second. This is true for manufacturers, consumers, and businesses alike. The focus is on getting the device, hooking it up, and establishing connectivity. From a user perspective, including businesses, security takes a back seat. Whether this is an employee bringing in a device, or new connected devices being installed by operations or facilities, IT and security are often not aware or able to ask crucial architectural questions. McKinsey says security issues may represent the greatest obstacle to growth of the IoT.²

THE IoT SECURITY BLIND SPOT

These new devices bring three challenges to businesses:

1 Designed to Connect

IoT devices are designed to connect. In many cases, they are actively seeking connections, whether you want them to or not. Which means attackers can search, find, and attempt to connect to these devices anytime. And you won't even know about it.

2 Invisible to Traditional Security Tools

Traditionally, we put an agent on an endpoint to protect and manage it. But IoT devices cannot accommodate security agents. So the IoT devices are unprotected and invisible to endpoint management systems.

Similarly, traditional network security systems operate at the perimeter and/or at specific choke points in the network and data center. But IoT devices operate at the access layer of the network, and frequently on guest networks that are not monitored at all by security products. So an IoT device behavior is mostly invisible to network security systems. If the device is not connected to a corporate or guest network, such as a rogue or shadow network, its very existence may be invisible.

3 The New Attack Vector

Hackers and cyber criminals prefer to target the weakest links, so they have turned their attacks toward IoT devices. The statistics are alarming:

- Research shows a 600% increase in IoT attacks in 2017³
- Nearly half of IoT security buyers have experienced a breach in the last two years⁴
- The number of industrial control system (ICS) vulnerabilities increased 29% in 2017⁵
- Gartner has predicted: “By 2020, more than 25% of identified attacks in enterprises will involve the IoT.”⁶

The trends are clear. IoT devices across all lines of business are a rising target and becoming an easy attack vector due to a lack of security.

IOT DEVICES AND BEYOND

- Printers
- Smartphones and Tablets
- Smart TVs
- Smart Lighting Systems
- Smart HVAC Systems
- Security Cameras and Systems
- Wireless Keyboards
- Wireless Mouses
- Wireless Headsets
- DVRs
- Smart Cameras
- Bio-medical Devices and Monitors
- MiFi-like Routers and Hotspots

THE TRADITIONAL APPROACHES WILL NOT WORK

The IoT security blind spot means cybercriminals have an expanded attack surface. This creates a new landscape where the traditional methods of security do not suffice. By 2020 fewer than 10% of all devices will be managed by traditional methods.⁷ This means the exposure is real today.

In fact, IDC has stated that 90% of IT networks will have an IoT-based security breach within two years.⁸ The challenge is that you cannot put an agent on most of these devices, so they are defenseless in the new age. For those devices that have user IDs or passwords, too many have default credentials that are never changed or simple easily-exploited log ins. Not to mention, the user interfaces are seriously lacking to make security practical.

These are the challenges with the current approaches:

- **Endpoint Protection** – This won't work because most devices cannot host an agent. So it is a non-starter.
- **Firmware Updates** – Many IoT devices do not have a simple method for automated firmware updates.
- **Network Security or Firewall** – These types of security products typically only see traffic at the perimeter of the network. But IoT devices are almost always located at the access layer, so network security systems don't see the traffic or the behavior of IoT devices. Also, many IoT devices are located on guest networks that are not monitored by the network security systems. Finally, traditional network security systems cannot see any of the peer-to-peer wireless traffic that is commonly used by IoT devices—Bluetooth®, BLE, Zigbee, Z-Wave, Lutron, and Wi-Fi® hotspots.
- **Network Access Control** – NAC systems are not designed to monitor the behavior of IoT devices. Once the NAC system has placed the IoT device on the correct network, the NAC system can't tell you if the IoT device starts to behave maliciously. And, just like the perimeter-focused network security systems, NAC systems cannot see any of the peer-to-peer wireless traffic that is commonly used by IoT devices (Bluetooth, etc.), nor can NAC see off-network devices such as Pineapples that are in your airspace trying to steal corporate credentials from managed devices. They also cannot see corporate or approved devices connecting to shadow or rogue networks.

REAL SCENARIOS - REAL CONSEQUENCES

COMPROMISED DEVICES

Privileged devices that are exploited and out of the kill chain

- Tablet streaming video from the board room to an unknown outside location
- Employee smartphone connecting to and scanning multiple corporate networks
- Security cameras and routers on the network that are compromised and part of a botnet

UNMANAGED DEVICES

40% of devices are not seen by businesses

- Amazon Echo discovered connected to managed network in the CEO's office, continuously listening and transmitting
- Smart TV with exploitable vulnerability compromising devices that connect to it
- Printer with an open hotspot that allows hackers to circumvent network access control

UNCONTROLLED NETWORKS

Corporate devices connecting to uncontrolled networks

- Outside network is bridged to corporate LAN via corporate desktop
- Credentials being stolen due to corporate laptop connected to a rogue network
- Open network exploited by malicious devices in order to attack corporate devices



5 THINGS AN IOT SECURITY SOLUTION MUST DO

To be effective, an IoT security solution needs to be able to find a device in question device, understand its behavior, and proactively take action to protect the organization.

Here are 5 things an IoT security solution needs:

1 Should Have an Agentless Option

As we said above, you cannot put an agent on most IoT devices. Smart TVs, watches, projectors, printers, HVAC and even medical devices were not designed for an agent. And you cannot put an agent on every smartphone, tablet or device coming into your organization. How can you put an agent on the device the delivery person brings in to scan package deliveries?

Cybercriminals are always looking for the easiest way to gain access to your organization. As we have seen with the Mirai, Hajime, and Persirai botnets, IoT devices are the new targets. An agentless solution is critical because it is the only way to protect against attacks targeted at these devices.

2 See the Devices

In our IoT Security Assessment, we find that organizations are not aware of 40% of the devices in their environment.

You must be able to see the devices in your environment. As obvious as it sounds, this is not possible for traditional networking and network access solutions. Devices that are off the approved or managed networks, but connected to a rogue or shadow network, are invisible. This means these rogue networks are unstoppable via current network access controls.

To be effective, an IoT security solution needs to see devices that may be “off” the approved or managed network. And not just devices: businesses need to see any network in their environment – unmanaged, rogue, or shadow networks included.

3 Identify and Track The Devices

Businesses must have deep insight into the devices, (managed or unmanaged), in and around their environment. It is important that you are able to:

- Profile and fingerprint any device
- Determine the state of that device
 - Attack surface posture
 - PCI/HIPAA compliance
 - Jailbroken status
 - Vulnerability history
 - Number of wireless protocols
 - User authentication
 - Manufacturer reputation
- Track the device behavior and connections
- Provide historical record of the device behavior
- Associate devices with approved users

Only with this kind of data, can you assess the policy compliance or posture of a specific device.

4 Control The Connections

When addressing an IoT Security blind spot, visibility is critical. But visibility alone is not enough. Businesses need to take action, and disconnect questionable devices:

- Stop corporate devices from connecting to unmanaged, unapproved, or rogue networks
- Stop unmanaged or compromised devices from connecting to corporate or approved networks
- Reduce security admin workload by setting up policies for notification for critical alerts

You should be able to manually stop a device from connecting, as well as automatically disconnect devices and networks, in accordance with policies. Lastly, the solution should compile data and learn from devices and their interactions.

5 Frictionless Integration

No solution can help you if it is too complex or slow to deploy. So it is critical that an IoT security solution integrate in a fast and frictionless manner with your current infrastructure and environment. There are two components to consider:

- First, it should integrate with and leverage your existing networking solutions, such as Cisco, Juniper, Brocade, Aruba, etc. This brings extended visibility and control across your existing environment.
- Second, it should integrate with your existing security solutions, such as firewall solutions like Palo Alto Networks or Checkpoint and others. Strong integrations develop data and insights for deeper analytics and threat mitigation. No single solution can do it all, and you increase your protection when solutions work together.

SUMMARY

From the advent of the PC, to the internet, to mobile devices, to the cloud, history is a clear guide for us. With every technological advance and device, there are new security risks. Those new security risks are real, especially with the advent of these new IoT devices. Designed to connect in an ever-increasing wireless world, IoT devices are not built with security in mind. Cyber criminals are already exploiting that fact.

Now is the time for businesses and security professionals to include IoT security as a part of their comprehensive cyber-security strategy. Compliance and internal audits are identifying IoT devices as a point of vulnerability. Businesses need to be able to see and control any IoT devices in their environment.

The IoT age can deliver on the promise of efficiency and better insights – but only if it is safe.

ABOUT ARMIS

Armis is the first agentless, enterprise-class security platform to address the new threat landscape of unmanaged and IoT devices. Fortune 1000 companies trust our unique out-of-band sensing technology to discover and analyze all managed, unmanaged, and IoT devices—from traditional devices like laptops and smartphones to new unmanaged smart devices like smart TVs, webcams, printers, HVAC systems, industrial robots, medical devices and more. Armis discovers devices on and off the network, continuously analyzes endpoint behavior to identify risks and attacks, and protects critical information and systems by identifying suspicious or malicious devices and quarantining them. Armis is a privately held company and headquartered in Palo Alto, California.

Sources:

- ¹ [Gartner, February 2017](#)
- ² [McKinsey, May 2017](#)
- ³ [Symantec Internet Security Threat Report](#), volume 23
- ⁴ [Altman Vilandrie & Company](#), "Are your company's IoT devices secure?", June 2017
- ⁵ [Symantec Internet Security Threat Report](#), volume 23
- ⁶ [Leading the IoT: Gartner Insights on How to Lead in a Connected World](#)
- ⁷ [Gartner BI Intelligence](#)
- ⁸ [IDC FutureScape: Worldwide Internet of Things 2015 Predictions](#) (December 2014)

