

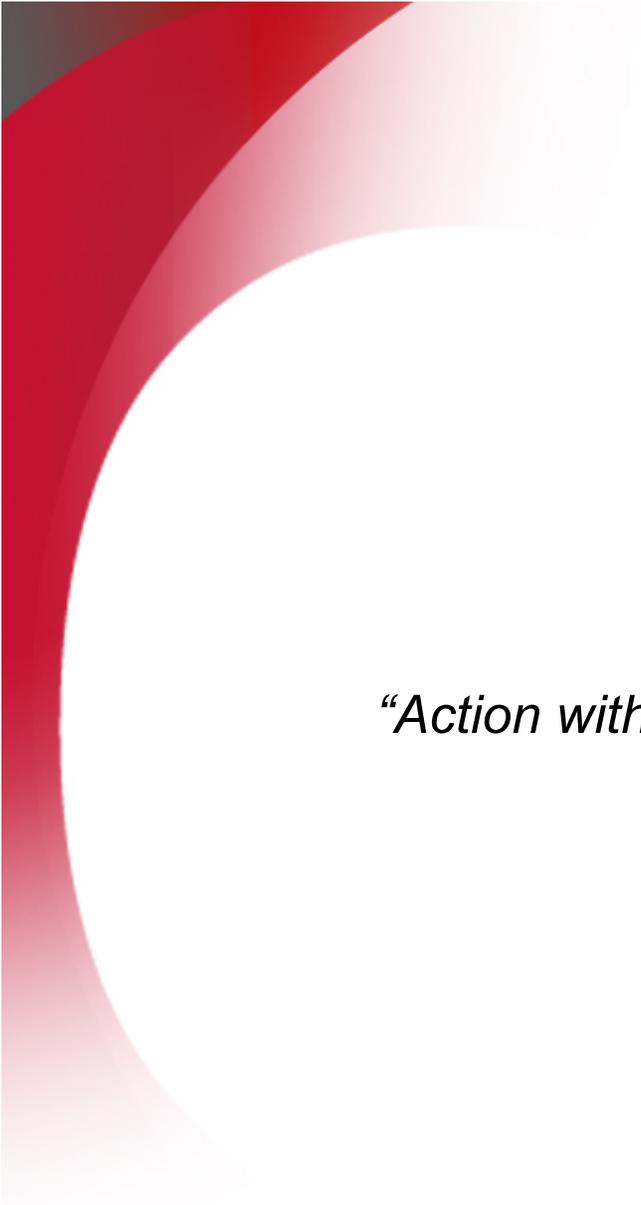
The IOActive logo features the word "IOActive" in a bold, sans-serif font. The "IO" is in red, and "Active" is in black. A small "TM" trademark symbol is positioned to the upper right of the word.

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# Securing the Smart Grid

“To act without delay”



*“Action without thought is like shooting with no aim”*

# IOActive Background

- Founded in 1998
- Global security services organisation
  - HQ London and Seattle
- Core technical competencies include
  - Hardware security testing
  - Software security testing
  - Training
- Client Base
  - Hardware manufacturers
  - High-tech software manufacturers
  - Financial services
  - Process control and Smart Grid
- Research Canon
  - 2010: Discovered critical flaw in ATMs
  - 2009: Discovered critical flaw in Smart Meters
  - 2008: Discovered critical remote flaw in DNS protocol
  - 2007: Discovered critical flaw in proximity badges

# Agenda

- Smart Grid Base Camp
  - Coming up to speed
- Smart Grid Risks
  - What's out there and what's to come?
- Smart Meter Research
  - Smart meter evolution
  - Smart meter attacks
  - When smart meters attack
- Smart Grid Remediation
  - What documents and strategies to use?

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## Smart Grid Base Camp

The eco-sauce

# The Smart Grid Promise

- Reduce carbon emissions
  - 15% carbon reduction by 2020
  - Consumer education
  - Improved interoperability with green generation sources including solar, wind, biomass, and hydro
- Reduce household electricity bills by 10%
- Increase reliability of electrical grid
- Decrease reliance on foreign energy sources
- Create new markets and associated job opportunities
- Some utilities will offer VoIP, cell, data services over Grid

# Smart Grid Investments

- Italy 2.5 billion euro (ENEL Telegestore Project) in 2001
- UK (estimated) 200 billion GBP in 2008
- US 8 billion
  - 3.4 billion USD via ARRA in 2009
  - 4 billion USD matching funds from industry and private investment
- EU (estimated) 51 billion euro
- Many others...

# Smart Grid Project Origins

- EU
  - SmartGrids Technology Platform by the European Technology Platform (ETP) in 2005
- US
  - Energy Independence and Security Act of 2007, combined with American Recovery and Reinvestment Act of 2009
- Smart Grid v2.0
  - SuperSmart Grid (Europe) will connect Africa, Middle East, and Turkey
  - Unified Smart Grid (US)
    - Al Gore's grid
    - Enable generation and demand to be on opposite coasts if necessary

# Smart Grid Deployments

- Current Deployments (not exhaustive)
  - Italy: 33 million meters
  - United States: 32 million meters
    - 6% of US is AMI enabled
  - United Kingdom
    - 50,000 household trial since 2007 (10 million GBP grant)
    - By 2020 50 million meters in 26 million homes/businesses
- Future Deployments
  - Germany
    - Six pilots by E-Energy
    - All homes and business equipped by 2020
  - Spain/Norway: All homes equipped by 2010

# Smart Grid Lexicon LE

Advanced Meter Infrastructure (AMI)

Advanced Meter Reading (AMR)

Customer Information System (CIS)

Customer Service Representative (CSR)

Distributed Control System (DCS)

Distributed Energy Resource (DER)

Distribution Management System (DMS)

Energy Management System (EMS)

Energy Usage Metering Device (EUMD)

Plug-in Electric Vehicle (EVSE/PEV)

Home Area Network (HAN)

Load Management Systems (LMS)

Meter Data Management System (MDMS)

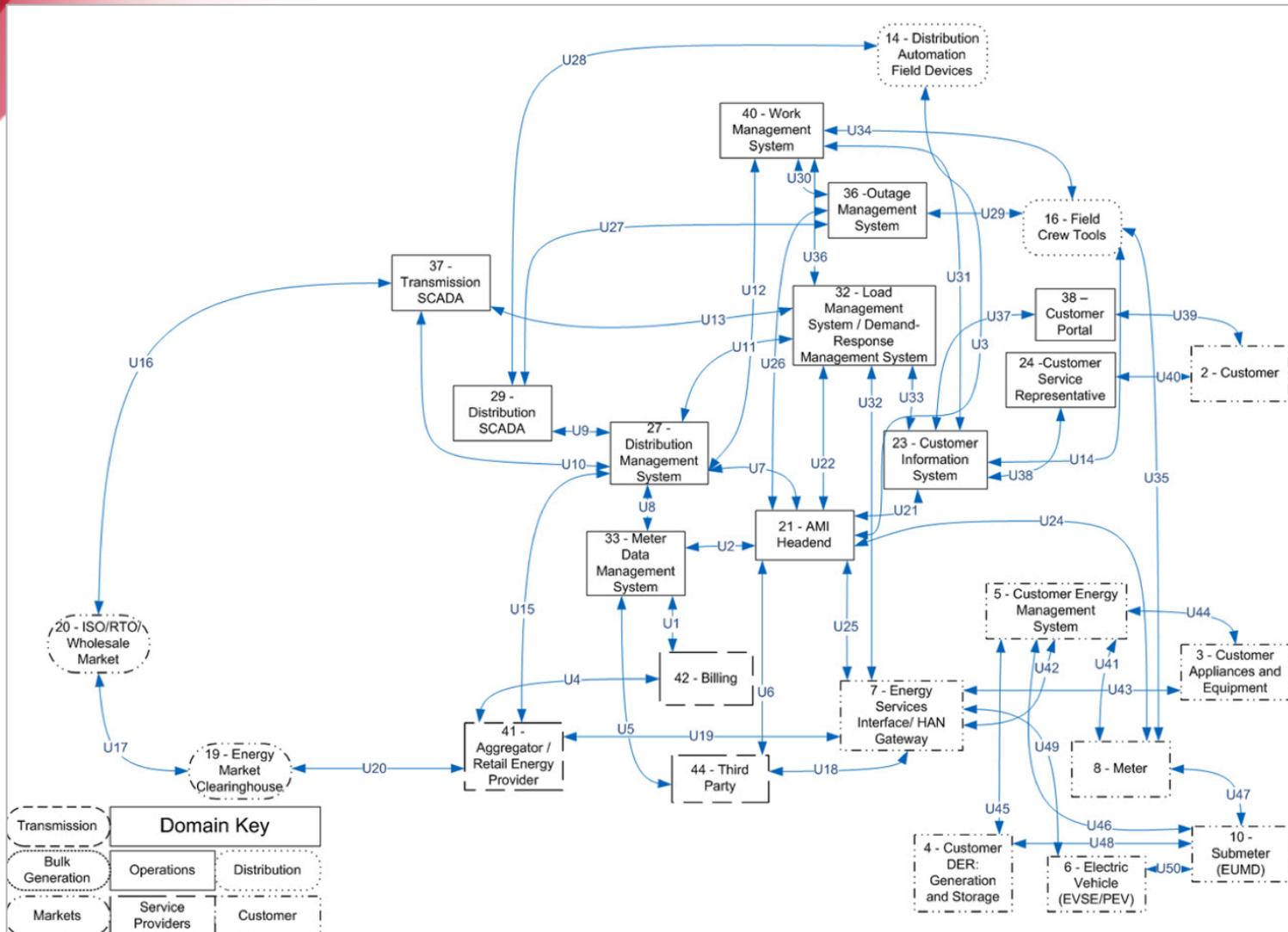
Neighborhood Area Network (NAN)

Outage Management System (OMS)

Wide Area Network (WAN)

Work Management Systems (WMS)

# Derived Smart Grid Topology



# Smart Grid Features

- Asset owner benefits include increased:
  - Ability to balance generation with demand
  - Agility in response to cascading failures on grid
  - Visibility and monitoring of power use
- Consumer feature benefits
  - Smart appliances with Command and Control features
    - iPhone application: Turn on/off/suspend appliances
    - Collect appliance usage data remotely
    - Inform manufacturer of necessary maintenance cycles
  - Pricing
    - Creates a buy/sell agreement between the consumer and utility:  
(Sell your PEV's electricity capacity to British Gas!)
    - Unique pricing models
      - Pay as you go (top up)
      - Time of use (peak)

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## Smart Grid Risks

Increased reliability?

# Technical

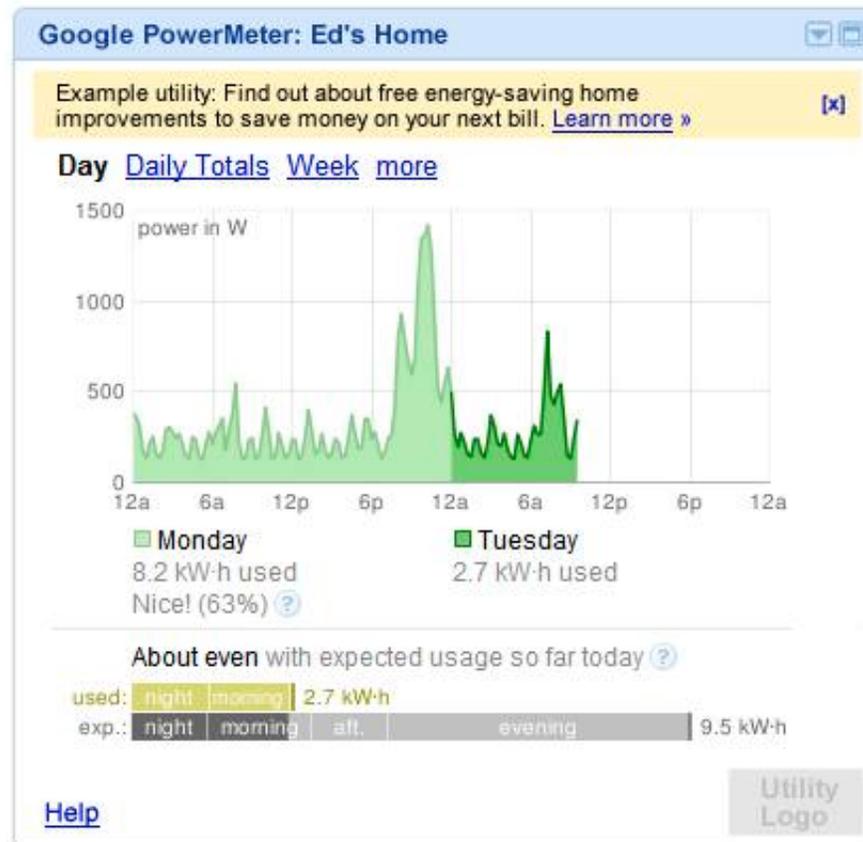
- Classic attacks apply here too; challenges include
  - Design, implementation, and deployment
- Why might there be an attack surface?
  - Time to market
  - Business constraints
    - Budget: build smart meters under 100 USD
  - Engineering constraints
    - Limited clock cycles on CPU
    - Tight memory footprints
    - HSM/TPM... not this year
    - Certificates for 1 penny?

# Privacy

Privacy and security expert Rebecca Herold identified 10 potential data privacy concerns the Smart Grid must address:

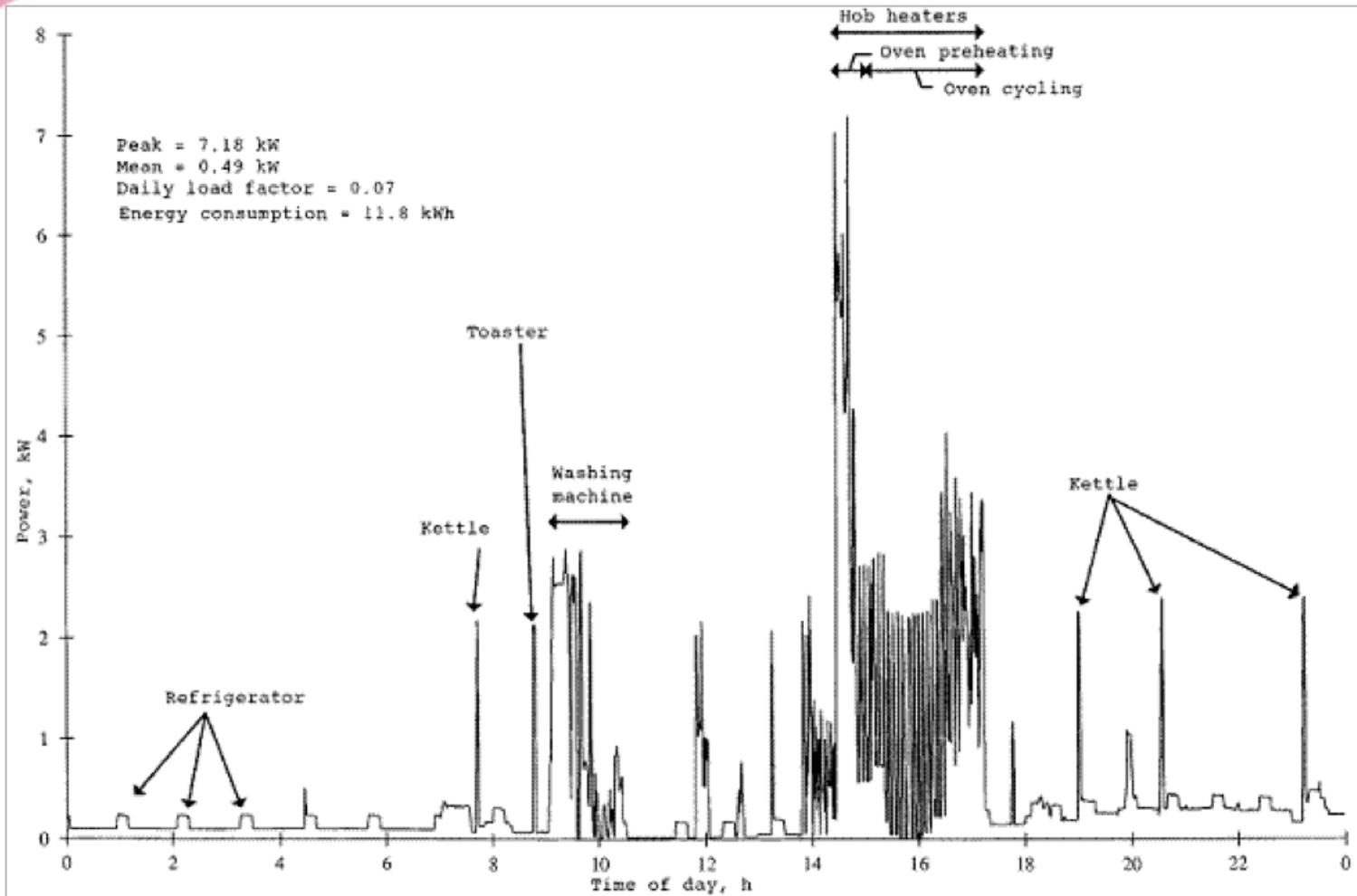
- Monitor identity theft
- Determine personal behavior patterns
- Determine specific appliances used
- Perform real-time surveillance
- Reveal activities through residual data
- Target home invasions
- Provide accidental invasions
- Sensor activity
- Make decisions/actions based on inaccurate data
- Reveal activities when used with data from other utilities

# Privacy



*Voluntarily selling your data? Just say no.*

# Privacy



# Legal

- PG&E in Bakersfield, CA: Class-action lawsuit for reported “overbilling”
  - 500 litigants involved
  - Lawsuit is working its way down supply chain
  - The take away:
    - Communicate to consumers that energy use patterns must change
- Texas: ONCOR lawsuit filed
- Weather forecast says more legal wrangling to come...

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## Smart Meter Research

“To not make the perfect enemy of the essential”

# Smart Meters: One Component

- Smart meters aren't new
- The most common component of the grid
  - Demand side
  - Distribution endpoint for communication
  - Acts as a sensor node
- Purportedly makes power grid more efficient
  - Sensor network = granular feedback loop
- Smart Meters already deployed
  - Plug-in cars used as spinning reserves
  - Solar power generation at home is fed back into the grid
  - Granular power usage awareness
  - “Smart” in-home devices

# Why so Popular?

- Government-backed stimulus money for Smart Grid projects
- Eco “friendly”
- Competitively priced for the features offered
- ROI lies with gathering data from meters
  - Fewer people needed to read meters
  - Vehicle pollution cut by eliminating travel to remote sites
  - Increased accuracy of usage for billing
- Remote disconnect and reconnect
  - Customers who do not pay on time
  - Customers in homes with a high turn-over rate
  - Increased customer satisfaction (connect)
  - Some vendors/utilities seeing 100% remote disconnect

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## Smart Meter Evolution

# Old vs. New Meters

- Older
  - Low-power radios with short range; sometimes inductively coupled communication
  - Broadcast only
  - Most didn't make physical contact with the metrology
  - Most firmware was permanent
  - No features other than metrology
- Newer
  - Long-range, high-power radios; often in licensed spectrum
  - Two-way pager and cellular networks
  - Wireless firmware updates
  - "Remote disconnect"
  - TCP/IP-like peer-to-peer networking

# Current Meters



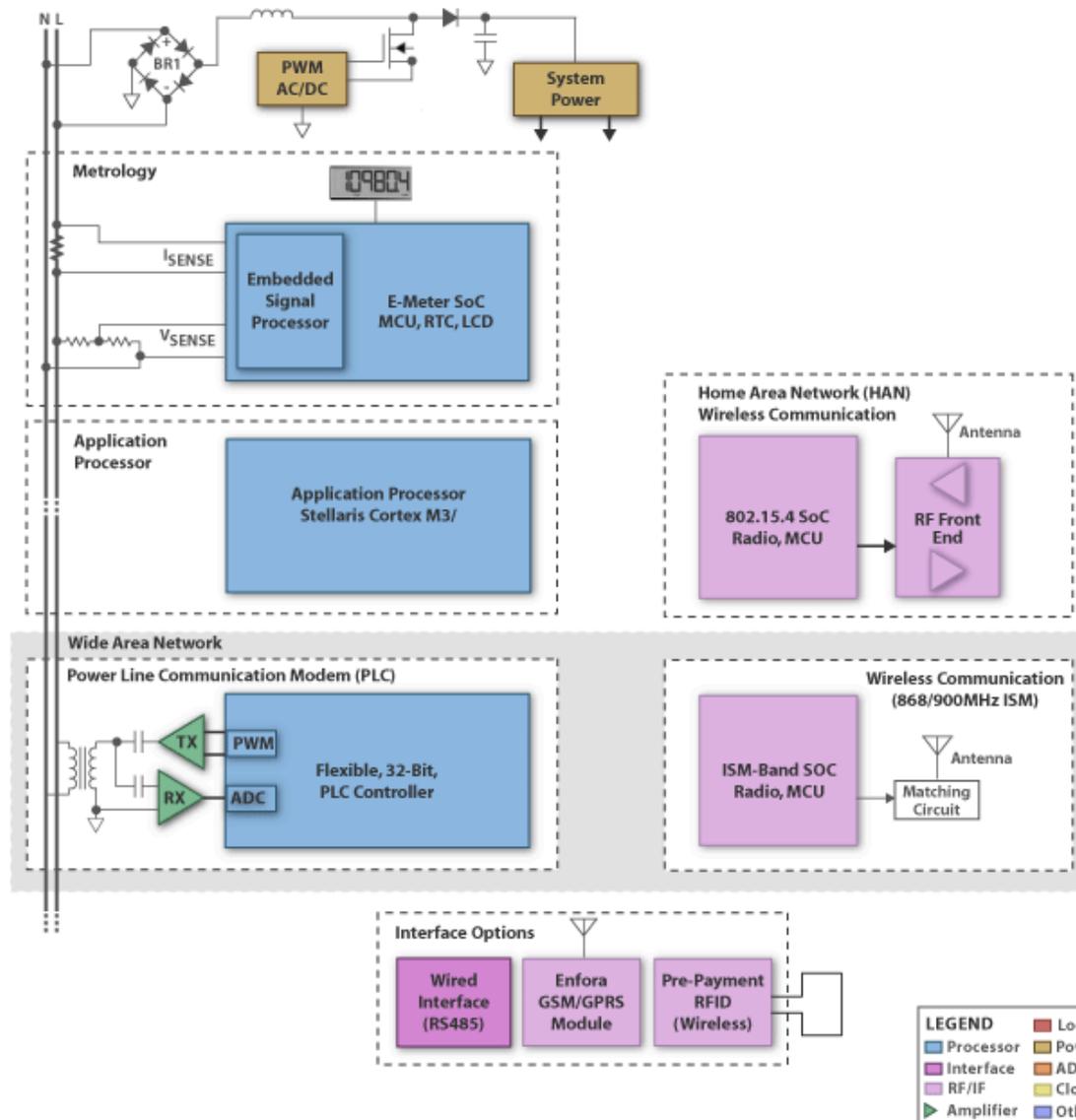
# Coming to a home near you...



# Electro-mechanical Meters



# Smart Meter Internals (example)



# Smart Meter Internals



# Smarter Meter Communication Boards



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## Smart Meter Attacks

*Further, it is important to assume devices will become penetrated and there must be a method for their containment and secure recovery using remote means. This is of great importance to maintain the reliability and overall survivability of the Smart Grid. – NIST 7628*

# Smart Meter Attack Trees

## Design Challenges (implementations will vary)

- Need sophisticated anti-tamper physical control
- External storage unencrypted
- Encryption keys stored unencrypted
- Communication protocols insecure
  - Man-in-the-middle
  - Disconnect/reconnect command injection
  - Re-flash command injection
  - Message spoofing
  - Mesh management frame manipulation

# Smart Meter Attack Trees

Software Challenges (implementations will vary)

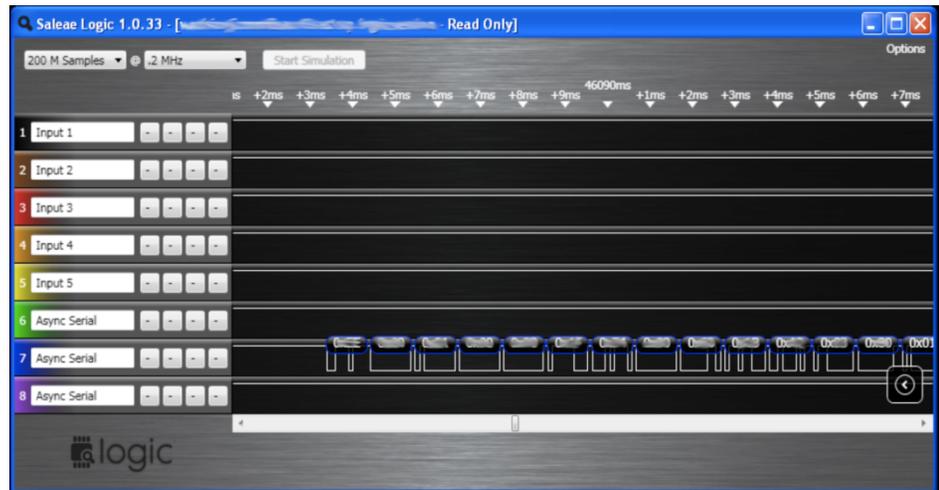
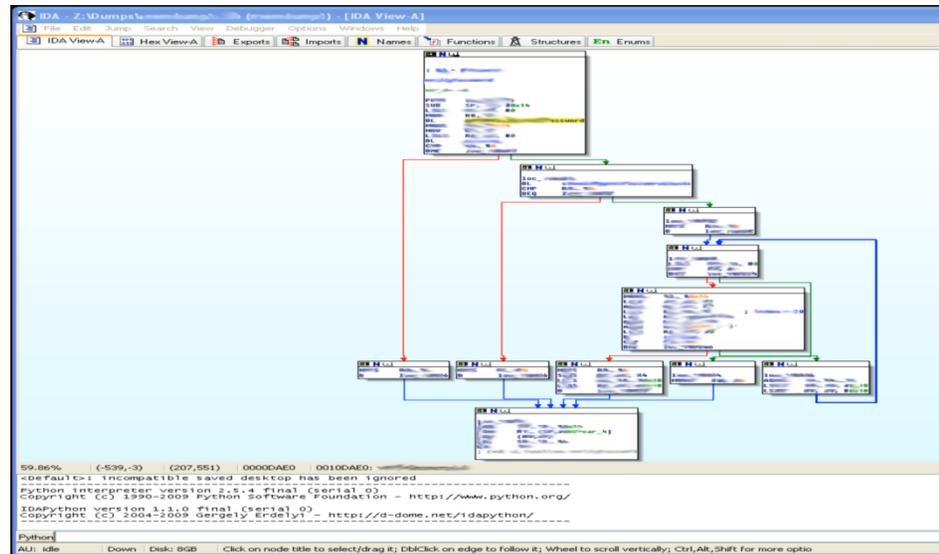
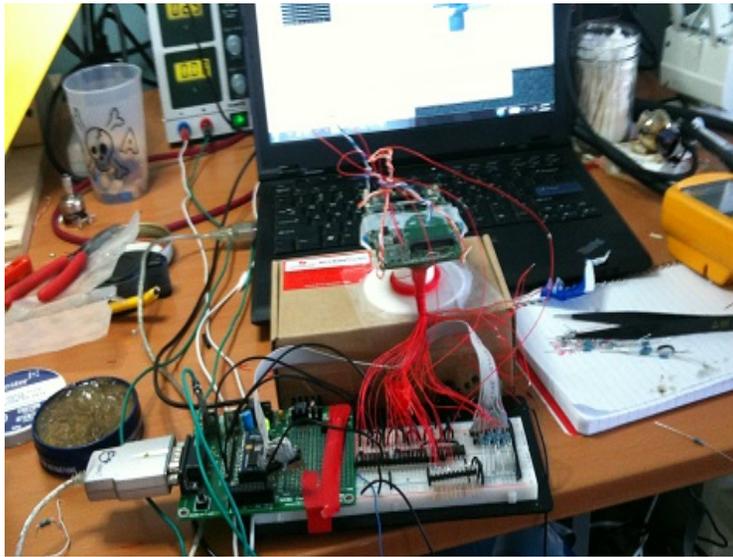
- Buffer and integer overflows
- Double frees
- Uninitialized memory
- State machine flaws (TCP, authentication schemes)
- Stealing crypto keys
- Mobile code injection
- Signaling attacks
- Reflection attacks

# Smart Meter Attack Trees

## Hardware Challenges (implementations will vary)

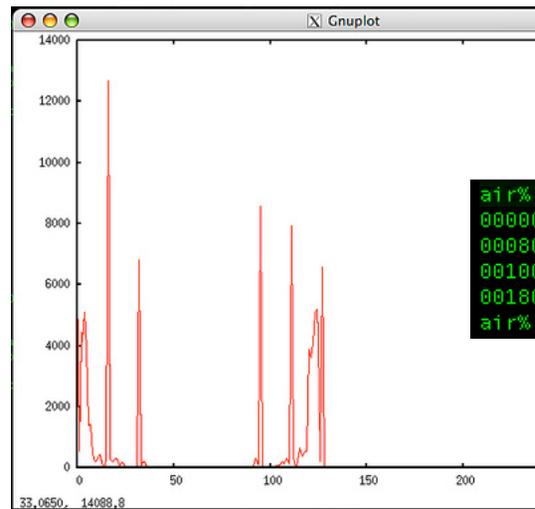
- Timing attacks to access hashed keys/passwords
- “Old fashioned” bus sniffing attacks
- Connection flooding
- Component impersonation
- Glitching attacks are more common
- Commercially-available radios can be used as the attacker’s tool
- Intact JTAG fuses
- Limited flash storage for program code (or error checking)
- Limited RAM and clock

# Reversing a Smart Meter



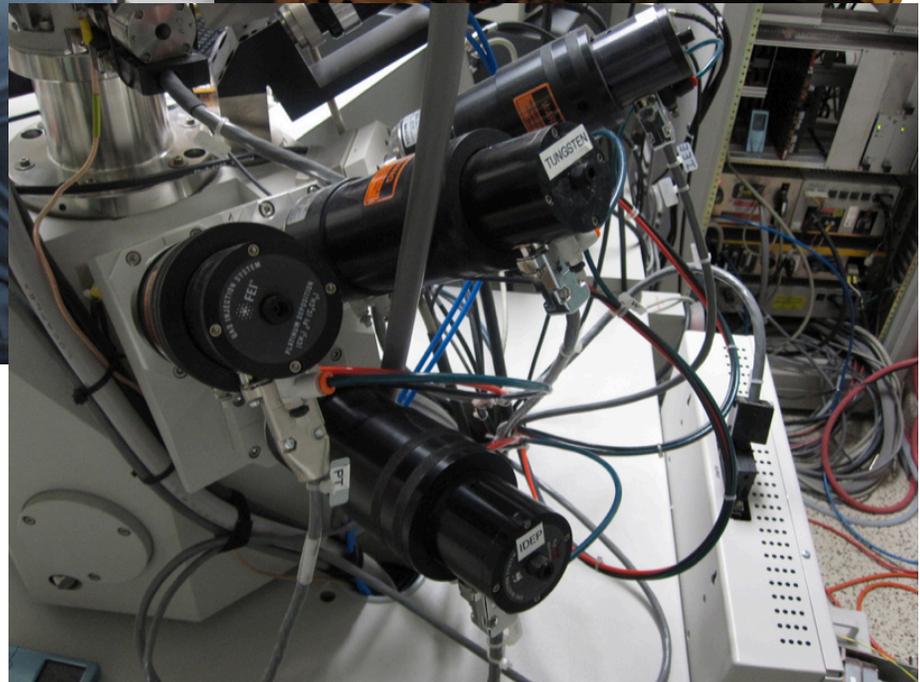
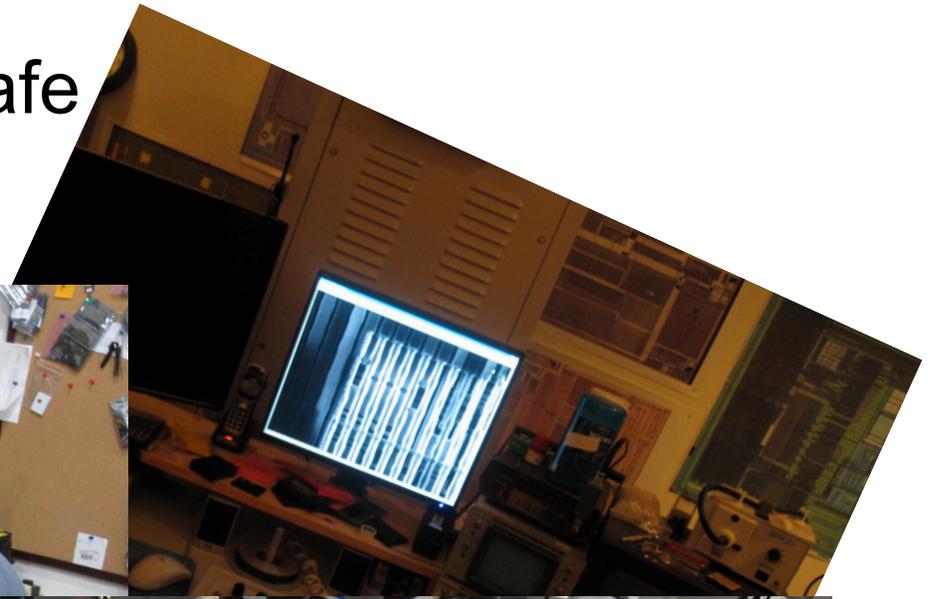
# HAN Attacks

- Travis GoodSpeed, master of the belt buckle
  - CC8051
  - EM2xx
  - TI's Z-Stack ZCL implementation of the ZigBee Cluster Library  
ChipCon 2430
- It is hard to get crypto right—even more so in embedded systems
  - For example, a PNRG being seeded with chip temperature

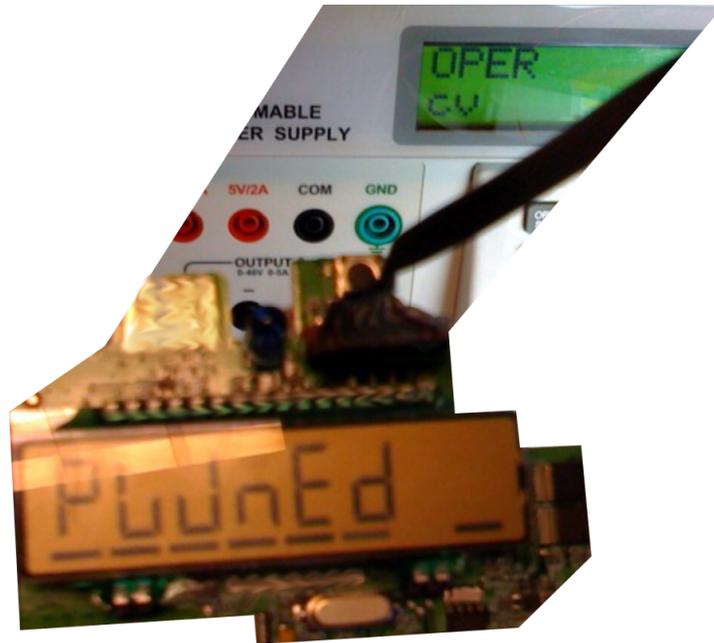


```
air% hexdump random.bin | grep --color "7c e1 e8 4e f4 87"
00000000 02 01 00 60 e8 2e 7c e1 e8 4e f4 87 62 49 56 fe
00080000 01 00 60 e8 2e 7c e1 e8 4e f4 87 62 49 56 fe 80
00100000 00 60 e8 2e 7c e1 e8 4e f4 87 62 49 56 fe 80 00
00180000 60 e8 2e 7c e1 e8 4e f4 87 62 49 56 fe 80 00 60
air% █ return
```

# Fly Logic: No chip is safe



# Remote Compromise of a Smart Meter



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# When Smart Meters Attack

The applied science

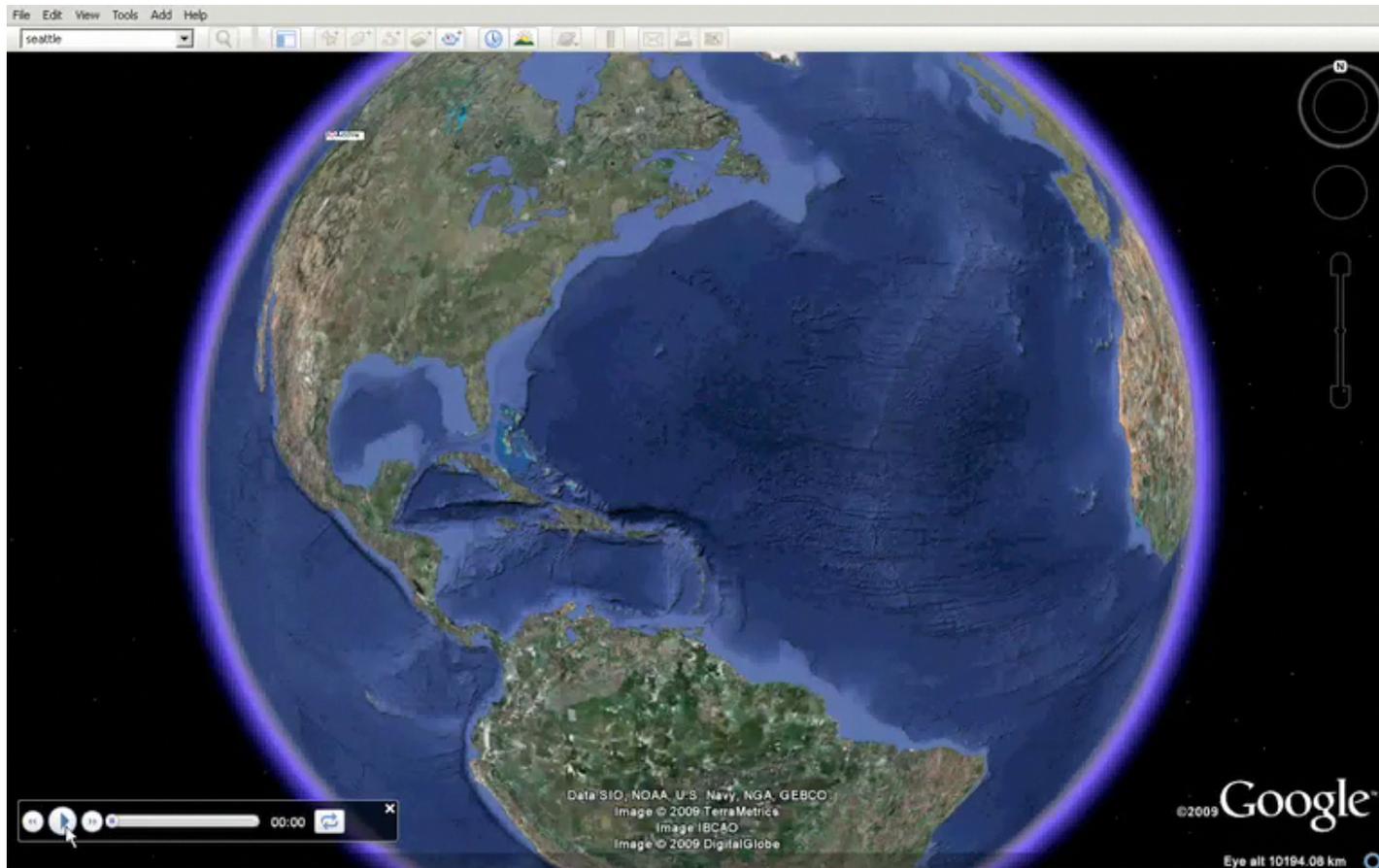
# Remaining Questions

- Our team needed to prove the threat hypothesis and verify its extent
- Logical questions included:
  - Could these vulnerabilities be leveraged to gain more control over the network?
  - Could an attacker increase their potential range?
  - Could an attacker switch enough power with just meters that it may fall under federal guidelines?
- Next step was self replicating code...

# Smart Meter Worm Simulation

- Quick Sim facts
  - Used GPS points of 20,000 actual addresses
  - Radio range, SNR, collisions, and required protocol states were taken into account
  - Allowed modeling of propagation under different physical and logical constraints
  - Sim-worm's propagation logic had been restricted by our PoC
- Sim Lessons
  - What could the utility do to stop the worm?

# Simulation



# Fair Questions

- Has IOA tested the worm in the real world?
- What would an attacker gain by doing something like this?
- Wouldn't any worm propagation be too slow to matter?
- How far could something like this spread?

# Project Aurora



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# Smart Grid Remediation

The journey ahead

# Next Steps

## Guidance documents

- Asset owners
  - NIST 7628
  - ASAP-SG Security Profile
- AMI manufacturers
  - Use standards based protocols (ANSI C12.22)
  - NIST and ASAP-SG guidance documents
  - Adopt and adapt the Microsoft Security Development Lifecycle
    - Soft/hardware threat models
    - Training
    - Automated and manual code review
    - Application and protocol fuzzing
  - Form an Incident Response Center

*Governments and asset owners have and will continue to ask for smarter, more secure smart grid hardware and software solutions*

# Next Steps

- Communication encrypted end-to-end
- Component-authenticated and -signed firmware
- AMI component physical protections such as anti-tampering
- Encryption key management and implementation
- Component deployment protections such as one-time encryption keys to add meters
- AMI component access control and account management
- Software and hardware pen-testing
- Meters are tamper resistant and evident, and can provide for secure remote recovery
- Improve security of firmware/software upgrades
- NIST cryptographic tamper-evident requirements
- Expiring lightweight keys

# NIST and ASAP-SG Guidelines

- 7628 reading
  - 6.2.1 Cost-effective tamper-resistant device architectures
  - 6.2.2 Intrusion detection with embedded processors
  - 6.3.1 Topics in cryptographic key management
  - 6.3.2 Detecting anomalous behavior using modeling
  - 6.4.1 Architecting for bounded recovery and reaction
  - 6.4.2 Architecting real-time security
  - 6.4.3 Calibrating assurance and timeliness tradeoffs
- DHS 2.x.x reading applied to SG



"We hope that by informing people these serious vulnerabilities exist throughout the Smart Grid infrastructure it will prompt vendors to mitigate existing vulnerabilities and increase security in future products."

—Mike Davis, IOActive Senior Security Consultant

# The Good News

- A handful of Smart Grid vendors are investing in production security programs with tangible *bottom line results*
- What can you do?
  - Ask the right questions
  - Verify marketing claims
  - Choose security by voting with your dollars

# Questions

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<http://www.ioactive.co.uk>

020-3287-3421



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