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When Your Data Has Been Taken Hostage



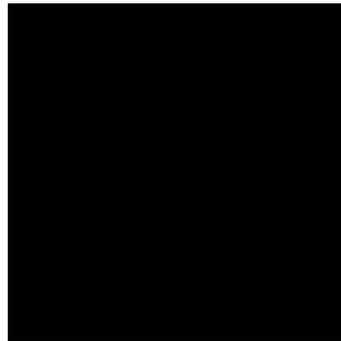
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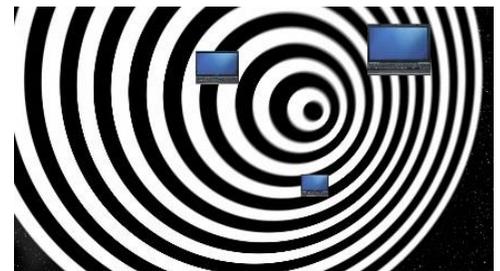
The 2016 Intelligent Bank Management Series focuses on insights, strategies and development priorities for improved profitability, operating efficiency, compliance and risk management at U.S. financial institutions.



When Your Data Has Been Taken Hostage.

Despite all efforts to detect and secure processing environments, businesses continue to experience an increase in malicious software attempts and invasions of their IT systems and networks. We explore the current trends and our recommendations for one of the most potentially damaging breaches; Ransomware.

spoofed federal law enforcement agency. What is going on, you ask yourself? You are about to enter a new dimension (Rod Serling inflection intended). You have been infected with Ransomware.



What is Ransomware?

Ransomware is a consolidation of the words 'ransom' and soft-'ware', and it is exactly as the two words describe; software designed to infiltrate and hold your computer and files hostage until you pay a ransom. Ransomware does this by encrypting all of the data files on your computer (or network) with strong, virtually unbreakable encryption. It then displays a ransom note informing you where you can make an online payment in untraceable digital currency (typically in

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Imagine yourself in your office at the start of the morning. With your coffee in hand, you awaken your computer to start your day's activities. For some reason, you notice your computer seems slow, or maybe is not reacting to your commands as it has during your entire tenure on the job. Any attempt to open your files is met with an error message from your operating system that the file is not recognized. After a few moments a cryptic screen appears possibly written in a foreign language or alphabet stating your files are locked with unbreakable encryption. It may even present itself as a lockdown of your computer from a

Bitcoins) to receive a decryption key and instructions to decrypt and restore your files. You are often under the pressure of time before the encryption key is erased and any hope of recovering your files is forgone. In this modern day and age businesses and individuals worldwide are routinely confronting this genre of digital terrorism and extortion, though many refuse to discuss the topic. The concern and specified actions we attempt to convey in this article are as result of the need to raise awareness and Cyber defenses from the risk of exposure to Ransomware extortion.

Why is this so dangerous?

Cybersecurity is the defense against individual or organized efforts to gain unauthorized access or disrupt business functionality of services connected to the Internet. Sophisticated solutions and technologies are deployed within Financial Institutions and businesses to prevent or detect and mitigate attempts to gain unauthorized access or overload websites with malicious intent. There are even cases where a ransom is extorted to pre-empt an attack upon a business website, but Ransomware addressed in this article is a different type of digital terrorism and extortion. With Ransomware, the infiltration of the malicious software is not designed to steal your files, but to prevent you from accessing your own computer's contents until you tender payment for the decryption key to restore data access. Ransomware infections most often occur innocently in the normal course of business. Your immediate response may be that you already have in place strong anti-virus and anti-malware protections and these solutions are designed to prevent users from visiting or downloading files from unauthorized or even nefarious websites. But what if the infection has occurred at a business with whom you routinely exchange files and e-mails? Their infection can become your infection.

Of concern is the increasing sophistication as to how these intrusions are being perpetrated. Targeted initially at individual users where in isolation this infection can be

devastating, now with the interconnectivity of computers, Ransomware can easily be unleashed on business networks and access and encrypt shared data on network drives and backup drives. It can possibly maliciously encrypt any data resources to which the infected user has access.

Introduce an undetectable, self-replicating virus that moves from the "Patient Zero" infected user device to other network devices, and this scenario gets very scary. A network-wide "Write once – infect all" pandemic infection is only theoretically of concern, as we are not yet aware it is known to exist, but there is evidence that it is a likely future event. A recent article defined how JavaScript has been used to create Ransomware, with the potential to operate undetected within web browsers and even across operating platforms (like MAC OS or Linux, in addition to Microsoft). This particularly dangerous JavaScript Ransomware is being sold on the dark web as a service solution offering to Cybercriminals¹. JavaScript is utilized ubiquitously today across internet web sites.

What should you do?

When you realize that you have a Ransomware infection, the most important first step is to turn off and isolate the individual machine known to be the infection source. Unfortunately, unless your anti-virus catches Ransomware executing (which most don't), you may only become aware of your infection as result of shared network resources becoming encrypted and unavailable. Ransomware is always configured to do its work quietly behind the scenes until it is done, and then it presents the ransom demand. In this way it does the maximum damage leaving you completely unable to access any of your files and more likely to concede to the extortion demand. The typical practice of allowing computers to remain up and connected overnight can provide Ransomware the ability to have free rein of network files and resources for extended periods before detection.

Steps to take:

- Identify the "Patient Zero" user that has become infected by evaluating the files that have been encrypted.
 - This is easily accomplished by checking an encrypted file and determining who last accessed and modified it.
 - Compare multiple encrypted files to determine if commonality exists as to who has access rights.
 - If you are unable to quickly determine "Patient Zero" you may consider shutting down all terminals. Yes, the threat is that bad!
- Validate where the infection initiated and collect any evidence regarding the files that have been altered by encryption and the payment demand.
- Shut down this computer immediately upon identification.
- Physically unplug the computer from the network and any wireless devices.
- Assess your back-up status.
 - How many generations of back-ups do you maintain?
 - Do you keep offline backups (i.e. backup sets not connected to the network with no chance of being Ransomware encrypted)?
 - How can you evaluate your back-up files isolated from your network to assess which files have been encrypted nefariously starting with your oldest files first.
 - For Microsoft networks, this is where Shadow Copy can become your best friend. Because Shadow Copy only runs under

