The Cloud App Visibility Blind Spot
Understanding the Risks of Sanctioned and Unsanctioned Cloud Apps and How to Take Back Control

Introduction
Today, enterprise assets are more at risk than ever before and while many executives and IT leaders are focused on threats to information assets inside their data centers, they may be missing the largest and most significant blind spot in their ability to see and manage risk for their organizations.

Is your organization allowing employees to adopt cloud apps and services, often without any involvement from IT? Do you have visibility into what apps are used and where your data is? What is the risk profile of each cloud app and service used for collaboration, productivity and processing by employees from every function across the enterprise? Cloud apps such as Dropbox, Box, Salesforce, Office 365 and Google Apps make account creation easy for users, but, the IT organization will find it hard to take away access once users start relying on them.

This white paper covers the significant blind spot in visibility and increased risks for organizations in the face of the “Shadow IT” trend, a phrase intended to encapsulate everything from employee use of their own mobile devices for work to the creation of individual accounts on cloud apps for work-related activity ranging from office productivity, email, document sharing, and customer relationship management. In addition, the paper will cover why traditional controls that secure your on-premises environment don’t provide the required visibility into user activity and risks related to cloud app use, which means organizations can’t address risks and respond to account-centric threats.

In a competitive marketplace, enterprises want to leverage the operational benefits and cost advantages of the cloud, but a different approach is required if organizations are going enable the safe and productive use of cloud apps and services.
Sizing the Blind Spot

Most organizations do not want to implement wholesale policies that forbid the use of personal devices and cloud apps. Cloud apps and services provide tangible benefits to businesses by allowing organizations to reduce capital expenditures and elastically allocate resources for computing, processing and collaboration. And users find anytime, anywhere access to services a productivity boon while organizations find cloud economies of scale result in lower operating costs and an ability to focus on their core business mission. Many organizations have embraced public cloud services, which will grow to $210 billion by 2016 according to Gartner, covering fast growing SaaS areas such as Office Suites, Digital Content Creation and Business Intelligence.

So while enterprises are aware and have sanctioned cloud apps for some functions, most organizations drastically underestimate the number of unsanctioned cloud apps adopted by users. In fact, one survey found that organizations underestimated cloud app use by 90%. Adding to the lack of visibility are unmanaged personal devices used for work-related activity.

Clearly, there is a significant visibility and control blind spot when organizations can't see user activity on unmanaged devices accessing unsanctioned cloud apps, but other scenarios exist that also create blind spots for IT, including:

▪ Authorized users accessing approved cloud apps from an unmanaged endpoint device
▪ Authorized users abusing their privileges on business-critical cloud apps such as Salesforce, NetSuite, and Office 365
▪ Former employees still accessing cloud apps that have business-critical data
▪ An organization's cloud app security and configuration settings fall short of industry best practices or don't meet internal guidelines
▪ Real-time monitoring and control over documents shared through cloud collaboration apps such as Google Apps and Box
▪ Identifying and tracking cloud app administrators, this is critical since administrators have the ability to create and edit users’ permissions, change configuration settings, and extract or delete entire data sets. For example, AWS administrators can change the configuration of production infrastructure without a complete audit trail of all their actions

IT may not control the endpoint or the cloud app, but they are still responsible for their company’s information assets. For example, many service providers offer programming interfaces, but the enterprise is still responsible to set security attributes for developers, control endpoint access, and ensure compliance for cloud data.

So what challenges do enterprises face when trying to establish and maintain visibility, manage risks, and protect against account-centric threats for cloud apps and services?

Can you answer these questions about your cloud apps?

▪ Which apps are being used and by whom?
▪ Where is my data most at risk in the cloud?
▪ Who are my top 10 users?
▪ Who uses file sharing services?
▪ What user activities are suspicious?
▪ How many cloud apps are used worldwide?
▪ How many unmanaged endpoints access company data?
▪ Where is my data in the cloud?
Challenges for Enterprises

Over the years, IT organizations have developed expertise and best practices for data center controls, but face myriad challenges when attempting to address the visibility and control blind spot presented by cloud apps. Many traditional risk management practices lack effectiveness in cloud scenarios. Clearly, risks that can be managed inside the data center – where the app and infrastructure are accessible by IT – can’t even be understood with cloud apps and services where the infrastructure is no longer under IT control.

Let’s take a closer look at these critical challenges.

Traditional Security Controls Don’t Cover Cloud Apps

Most traditional security controls were not designed to help organizations gain visibility into cloud app usage and related risks. While existing infrastructure can be leveraged in combination with the right cloud security tools to help enterprises discover cloud apps, they don’t alone provide the visibility and control required for a comprehensive solution.

Perimeter devices have long been the front line defense for enterprises and continue to provide an important control point for network access, but firewalls are not able to control access to beyond-the-firewall services such as SaaS apps and public cloud computing services. And enterprises can’t completely rely on firewalls when hybrid applications span in-house and cloud provider environments.

Data Loss Prevention tools are designed to stop enterprise data leaks due to unauthorized sharing. This control existed before cloud apps became popular when enterprises focused on data leaks from portable media storage like USB keys and files externally shared by email. But the cloud makes sharing data with the wrong people easier than ever before. If an organization uses cloud file storage, a traditional DLP product will not know what data is shared externally and who is sharing it.

Endpoint protection suffers from similar challenges as perimeter defenses; many devices operate outside of the enterprise IT perimeter. Unmanaged endpoints are vulnerable to breaches and other exploits that can steal legitimate credentials. And enterprises can’t enforce endpoint protection on users’ personal devices that access unsanctioned cloud apps over public mobile and wireless networks.

Encryption has long been considered the foundation of data security but is only effective when deployed properly and does not protect data from stolen credentials. Access with legitimate credentials means attackers get clear text data, and depending on the user privilege level, the ability to export data. Even Gartner warns that cloud encryption is not a silver bullet, is often disruptive to cloud service operation, and is not an organization’s first priority when developing a strategy for cloud data privacy and long-term security. Many data breaches have occurred even with encryption in use.

Lack of Visibility Into Who Is Doing What

The lack of visibility into the risks and usage patterns of cloud apps is a major challenge for enterprises. Cloud apps unknown to IT result in information assets that are uncontrolled and outside the governance, risk, and compliance processes of the enterprise. Enterprises require visibility into cloud app account usage, including who uses which cloud apps, their departments, locations, and devices used. Critically, enterprises need to know which users are administrators for each cloud app since these users have privileges that must be tracked closely.

For example, orphaned accounts create the risk of unauthorized access after an employee or external user leaves a firm. Having visibility into usage patterns, including account inactivity, ensures IT staff can delete accounts where access is no longer required or needed, or where the user no longer works for the organization.
Proliferation of Managed and Unmanaged Endpoints

The BYOD phenomenon has resulted in several risks to the enterprise. The most significant challenge is restricting cloud app access to a defined set of endpoints in which access policies are based on whether the endpoint is managed or unmanaged. Managed endpoint policies can allow users to access, modify, and store data on their devices. But, unmanaged devices require a more restrictive policy that prevents the enterprise from losing control of corporate data by blocking data modifications and downloads, for example. In addition, organizations need to prevent attackers from using stolen credentials to access cloud apps. It is important to note that cloud app providers do not distinguish between managed and unmanaged devices and don’t provide effective endpoint control capabilities. And even if your organization uses Mobile Device Management, these solutions cannot restrict access to cloud apps from unmanaged devices.

Plus, it is important to highlight that managed devices are still vulnerable to insider abuse, attacks, and theft. Insight into the usage patterns and device profiles across managed and unmanaged endpoints can enable proactive policy enforcement and account protections.

Malicious Insiders

Insider threats have always presented a special challenge to enterprises. It can be difficult to guard against the malicious intent of authorized users since they are more likely to use approved devices and may have knowledge of thresholds for alerts and notifications. In order to detect suspicious behavior of insiders, organizations need a comprehensive view of their normal usage patterns as they perform their assigned responsibilities. In addition, detailed profiles of activity of peers in the same department forms a baseline that enables detection of behavior that signals a malicious action.

Along the same lines, former employees pose significant risk, as they may have been disabled from the organizational directory, but can still access cloud apps that contain business-critical information. PricewaterhouseCoopers found that security incidents attributable to former employees rose from 27% in 2013 to 30% in 2014. Contractors and consultants present similar risk as they still may be able to access cloud apps for which they are not authorized.

Attackers Moving to the Cloud

The critical threats for organizations include outside attacks using one of several exploits to steal account credentials to commit fraud and steal sensitive data.

The most recent Verizon Data Breach Incident Report makes clear that outside attackers are focused on the theft of cloud app credentials in their drive to steal sensitive data. In fact, Verizon reported that authentication credential theft caused the highest number of data breaches. Even more troubling, the report found the average time to discover a successful attack was days or months. The bottom line is attackers have all the time they need to extract data, given that some compromises can take one minute or less to execute.

Let’s look at the anatomy of several account-centric threats to understand how an attacker can steal credentials to gain access to cloud app and services.

Spear-phishing privileged users

Spear-phishing is a well-established social engineering attack used by hackers to steal the legitimate credential of a privileged user. This technique is especially powerful now that cloud accounts are globally accessible making it even easier to commit fraud with sensitive data from compromised accounts of individuals who perform business-critical functions for their companies.

Spear-phishing attacks are increasing because they are extremely successful. A combination of social engineering and technical exploit, spear-phishing starts with identifying targets on social media sites like LinkedIn. The number one target in such an attack is a user’s access credentials. Through spear-phishing, an attacker can focus on a company’s SaaS administrators and carefully construct an email that looks like it comes from that SaaS provider. SaaS administrators may have less security awareness and might, for example, click on a password reset link in an email. Cloud app providers often consider such types of incidents the responsibility of the enterprise and not a problem with their application.
Zeus malware attacks – many variants
Recent attacks are using a variant of Zeus banking malware to target cloud application providers like Salesforce. The exploit has been used to attack users’ unmanaged devices (like a home computer) that are used outside of normal business hours. Such an approach allows the attacker to bypass controls the enterprise may have in place and highlights the challenge of securing access to cloud apps in an environment where BYOD is pervasive. The Zeus malware steals the user’s credentials by targeting the login form of the SaaS app. The Zeus malware is very hard to detect, making it the largest botnet on the Internet (it is estimated to infect some 3.6 million PCs in the U.S.). Since most cloud service providers are not going to take responsibility for an account compromised outside their service, the responsibility to mitigate these risks lies with the enterprise, even if they are not aware of the access behaviors and devices used by their employees. Since cloud app adoption goes hand in hand with BYOD and the anywhere access to cloud apps is a strong driver for users, enterprises must have the visibility and control to manage risks related to cloud app credentials.

Heartbleed
Exploiting a bug in the heartbeat extension in OpenSSL, attackers can gain access to random parts of the memory heap on the systems OpenSSL is running on. Security researchers have shown that repeated use of the vulnerability yields accounts credentials, session IDs, and private keys in less than an hour. The bug is especially a concern because it leaves no trace and therefore it cannot be determined if it has been used in the past. It is estimated that millions of web sites are running affected versions of the OpenSSL cryptographic software library and many vendors embed OpenSSL in network appliances and other devices. Using Heartbleed, attackers can gain access to the legitimate credentials of cloud app users and use them to take over accounts, leading to theft of sensitive data and fraud, even after the OpenSSL vulnerability was fixed. Many cloud providers are working to patch the use of OpenSSL, but given the scale of the problem, attackers have an open window to exploit the bug.

Such vulnerabilities and attacks make it clear that the cloud visibility blind spot extends to the assignment of responsibilities for cloud app risks – what should enterprises do with so many cloud apps in use? A priority for organizations should be to profile normal behavior of legitimate users across sanctioned and unsanctioned cloud apps so that anomalous and suspicious activity can be detected and acted upon immediately.

So what other criteria should organizations consider as they move to address the visibility and control blind spot between their enterprise and cloud providers?

Key Criteria for Safeguarding Your Cloud App Environment
Given the challenges and threats to cloud apps what efforts should enterprises prioritize in order to gain visibility and reduce the risks that cloud app adoption presents?

A concise method to address the problem consists of three critical priorities for organizations. First, discover which cloud apps are in use. This step requires organizations to get a global view of all the cloud apps accessed by employees through active monitoring of forensic data. This includes a deep understanding of the security settings of the cloud app itself (e.g., how does my organization measure up against industry best practices for password complexity, password lockout policies, timeout periods, administrative privileges and many more) as well as a close examination of user accounts, too. Which ones are dormant (e.g., an account that has not been used for 30 days)? Which ones are orphaned (e.g., a former employee who still has access to a specific cloud app)? Who are the external users (e.g., a partner) that have access to the cloud app, but aren’t in the organizational directory? All of these are vital questions that represent potential security vulnerabilities.
Second, assess the data and analytics on context-aware user activities such that more effective policies can be created to mitigate cloud app-related risks. Third, enforce controls that can ensure the safe and productive use of cloud apps. This step should include advanced behavioral detection to detect account takeover threats and automated policies that can protect against these threats with real-time remediation.

The next page shows a detailed list of criteria that are essential for risk management and control of cloud apps.

1. App Discovery – Obtain a global view of all cloud apps
   - Discover all cloud apps accessed by employees
   - Inventory cloud apps and assess risk posture – for each app and at an organizational level
   - Aggregate firewall and proxy logs across the enterprise
   - Generate a global view of cloud app usage, including metrics for traffic volume, hours of use, and number of accounts
   - Create a baseline view so you can see how many apps have been added over a given period of time
   - Drill down into each cloud app to perform detailed risk analyses

2. Risk Governance – Assess risk contextually and set mitigation policies
   - Identify high-risk activities for your business
   - Determine who has standard and privileged access to an app
   - Identify dormant (i.e., accounts not accessed for several days), orphaned (e.g., ex-employees), and external (e.g., partners) accounts to create appropriate access policies
   - Benchmark current app security configurations against a set of best practice guidelines and provide specific remediation suggestions
   - Assess and define access policies based on the location of users and/or a cloud service provider’s data centers (i.e., location-based access control)
   - Assign tasks to resolve user and application issues
   - Leverage a built-in organizational workflow to assign and complete risk mitigation tasks via Skyfence or through integration with 3rd-party ticketing systems
3. Audit & Protection – Automatically enforce policies & protect against credential misuse & malicious insiders’ acts

- Monitor and catalog who is accessing cloud apps from managed and unmanaged endpoints
- Track and monitor privileged user access and configuration changes
- Monitor cloud app usage across multiple context-aware categories, including user, location, device, action, data object and department usage
- Ensure real-time detection of anomalous and suspicious behavior
- Implement attack remediation, including strong user verification, block application actions (e.g., block downloads of shared documents) and account access
- Enforce location-based access control (aka “geofencing”) policies
- Enforce endpoint access controls for managed and unmanaged devices, whether originating from a browser or a native mobile app
- Implement email and SMS alerts

The Skyfence Solution

Skyfence is the leader in cloud app visibility and control. With Skyfence, organizations can gain visibility into cloud app usage, identify high-risk activities and enforce policy and controls for cloud apps to prevent account-centric threats, meet compliance requirements, and protect data.

It is context-aware, uniquely combining activity fingerprinting and anomaly detection to automate app discovery, risk analysis, and policy controls for cloud apps and services.

Skyfence offers these critical capabilities via four product packages:

- Cloud Discovery Free
- Cloud Discovery & Governance
- Cloud Audit & Protection
- Cloud Security Suite

Get Started with Skyfence

Start today with Skyfence by requesting a demonstration or free trial of our Cloud Gateway solutions.

About Imperva Skyfence Cloud Gateway

Imperva Skyfence Cloud Gateway is a cloud-based security service that provides visibility and control over sanctioned and unsanctioned cloud apps. With Skyfence, organizations can discover SaaS applications and assess related risks, enforce controls to protect cloud accounts and data, and help ensure cloud activities comply with regulations and best practices.