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10th anniversary



Azure Authentication using Managed Identities vs. Service Principals

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Moving to the passwordless era..

From Password-based Authentication to Passwordless

From Password-based to Passwordless Authentication



Password-based Authentication

- Something you know
- Single-factor authentication

Azure solutions:

- Client ID + Secret
- DB Connectionstring
- Keys, ..



Password+Factor Authentication

- Something you know + something you have
- 2FA
- Multi-Factor Authentication

Azure solutions:

- Client ID + Certificate
- IP, VNet Integration
- ..



Passwordless Authentication

- Something you have + Something you are

Azure solution:

- Managed Identity!

Challenges in Azure Services Authentication

- Development
 - Managing Secrets and Credentials between Components in a Solution
 - Lifecycle challenges
 - Example: App Service needs to access Azure SQL, Storage Account, Key Vault etc.
- Operations
 - Using Accounts, Credentials and Secrets for Automation or Management Operations
 - Policy exemptions & monitoring security breach
 - Overprivilege, permission gap
 - Example: Logic App needs to Start or Stop a VM

What are Service/Workload Identities?

Human Identities

Employees

External Users

Service Accounts

- Service Accounts
 - A User Account created with Privileges
 - Often Single-Factor Auth
 - Used for Legacy/Basic Auth

Non-human Identities

Devices

IoT

Workloads

- Service Principals
 - Application identities and Managed identities
 - Modern Authentication for Services that Support Azure AD
 - Represented as an Enterprise Application in Azure AD

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Managed Identity

Definition and Use Case

“Managed Identity is an Identity Connected to your Azure Service”

- Can be Used for Connecting to any Resources that support Azure Active Directory (Azure AD) Authentication

Benefits of Managed Identities

No Credential Management



Any Azure AD Authentication



No Additional Cost



Types of Managed Identities

- System-Assigned
 - Part of specific resource
 - Lifecycle follows resource
 - Cannot be shared
- User-Assigned
 - Standalone Azure resource
 - Independent lifecycle
 - Shared between Azure resources



I can use Managed Identities when...

Source:

Azure Resources

Azure VMs
Azure App Services
Azure Functions
Azure Container instances
Azure Kubernetes Service
Azure Logic Apps
Azure Storage
....

that
accesses

Target:

Any target that supports Azure Active Directory Authentication:

- **Your applications**
- **Azure Services:**
 - Azure Key Vault
 - Azure Storage
 - Azure SQL...

without having to
manage any
credentials!

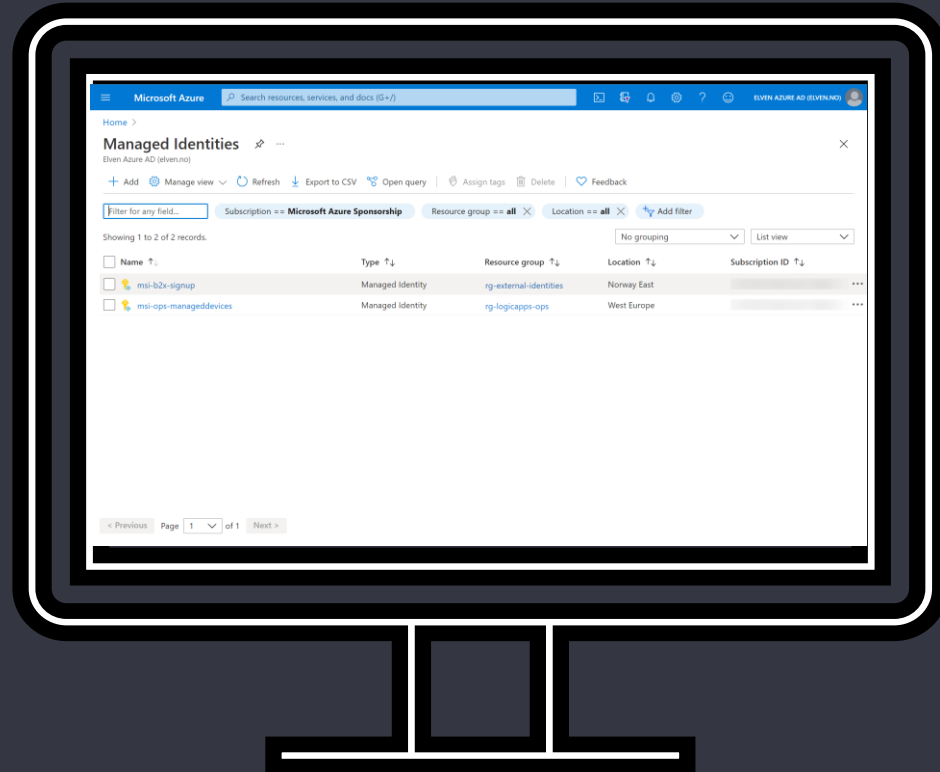
As a Developer, I
want to build an
application using

**..not only
Developers
, also IT
Ops and
Sec Ops**

For example, I want to build an application using **Azure App Services** that accesses **Azure Storage** without having to manage any credentials.

DEMO

Azure Managed Identity



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Using Managed Identity

How Azure Services Use Managed Identities

Start with Quickstart Samples & Tutorials at Docs

- <https://docs.microsoft.com/en-us/azure/active-directory/managed-identities-azure-resources/>

▼ Quickstarts

- ▼ Use a VM managed identity to access Azure Resource Manager

Windows VM

Linux VM

▼ Tutorials

> Windows VM/VMSS

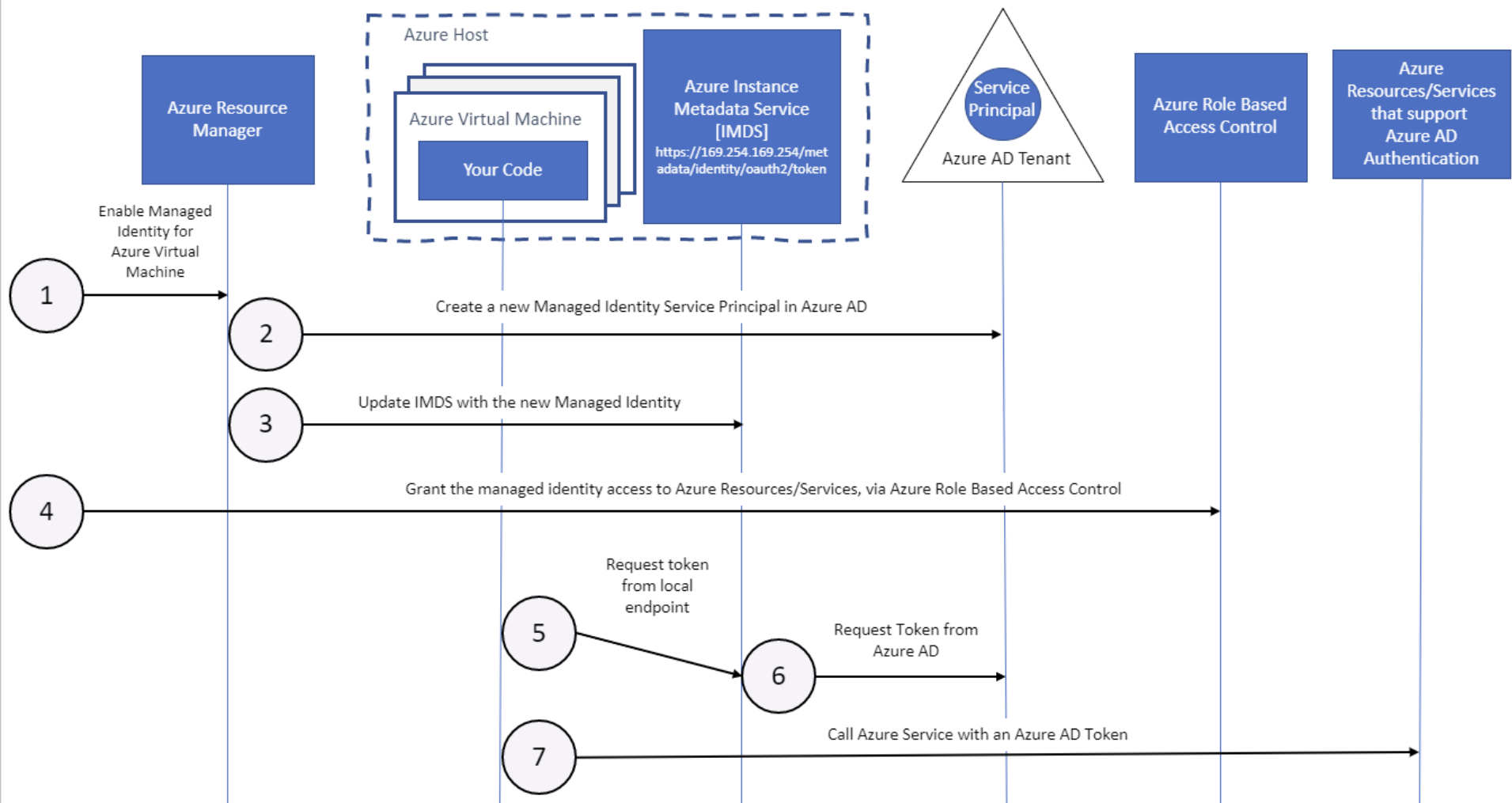
> Linux VM/VMSS

Azure Service Bus

Azure App Service and Functions

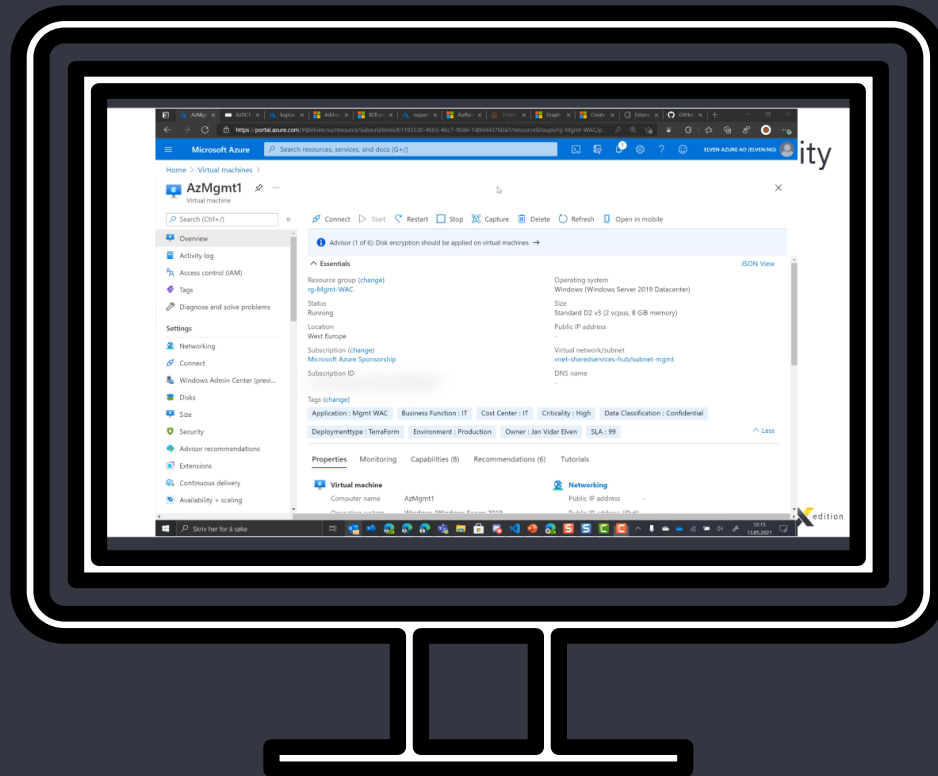
Azure Event Hubs

Azure Container Instances



DEMO

Managed Identity for Azure VM



Home > Virtual machines >

AzMgmt1

Virtual machine

Search (Ctrl+/)

Connect Start Restart Stop Capture Delete Refresh Open in mobile

Advisor (1 of 6): Disk encryption should be applied on virtual machines →

Essentials

JSON View

Resource group (change)

rg-Mgmt-WAC

Status

Running

Location

West Europe

Subscription (change)

Microsoft Azure Sponsorship

Subscription ID

Operating system

Windows (Windows Server 2019 Datacenter)

Size

Standard D2 v3 (2 vcpus, 8 GiB memory)

Public IP address

-

Virtual network/subnet

vnet-sharedservices-hub/subnet-mgmt

DNS name

-

Tags (change)

Application : Mgmt WAC

Business Function : IT

Cost Center : IT

Criticality : High

Data Classification : Confidential

Deploymenttype : TerraForm

Environment : Production

Owner : Jan Vidar Elven

SLA : 99

Less

Properties

Monitoring

Capabilities (8)

Recommendations (6)

Tutorials

Virtual machine

Computer name

AzMgmt1

Networking

Public IP address

-

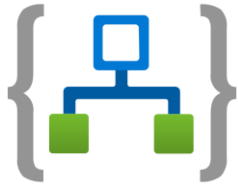
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Azure Serverless and Managed Identities

Usage Scenarios for Serverless and Managed Identities

Managed Identity with Serverless Management and Automation Solutions

Azure Logic Apps



- Supports Managed Identity for Connector and Actions
- HTTP Action

Azure Functions



- Supports Managed Identity via Function Code
- Can be used against any API protected by Azure AD

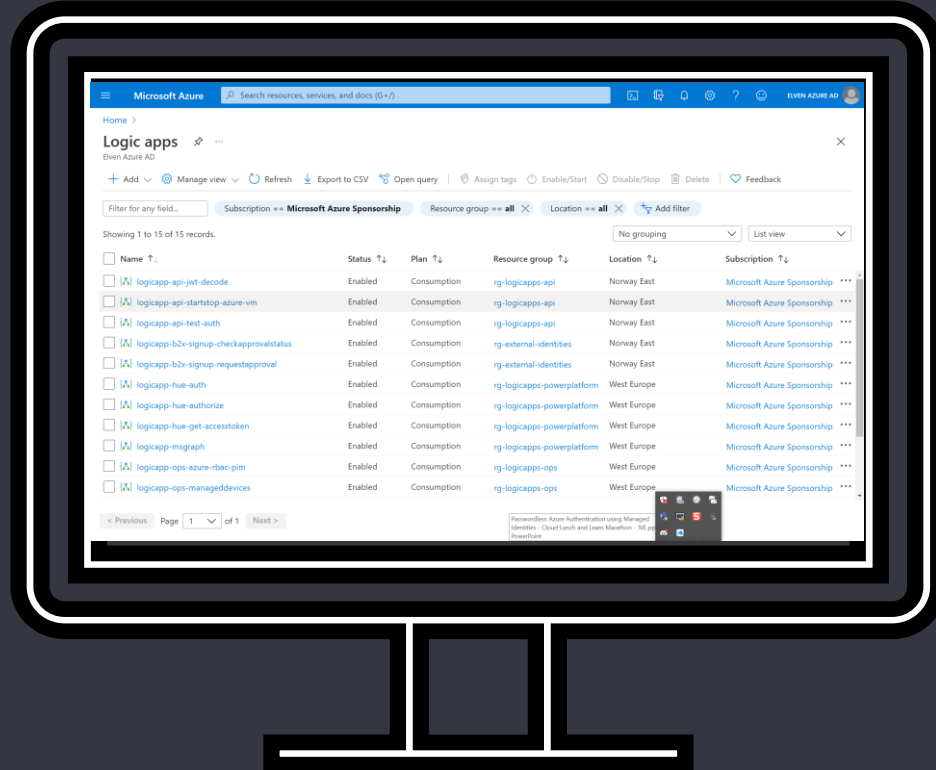
Azure Automation



- Support Managed Identity for Runbook automation
- PS! AutoWarp!

DEMO

Managed Identity for Azure Serverless



Resources

- Docs:
 - <https://docs.microsoft.com/en-us/azure/active-directory/managed-identities-azure-resources/overview>
- Samples & Blog Posts from Community Contributions:
 - <https://github.com/JanVidarElven/ProtectAzureServerLessWithAzureAD>
 - <https://adatum.no/azure/azure-active-directory/azure-application-registrations-enterprise-app-managed-identities>
 - <https://gotoguy.blog/2022/03/15/add-graph-application-permissions-to-managed-identity-using-graph-explorer/>
 - <https://gotoguy.blog/2020/12/31/protect-logic-apps-with-azure-ad-oauth-part-1-management-access/>
 - <https://gotoguy.blog/2021/12/22/creating-an-azure-ad-protected-api-in-azure-in-a-school-hour/>



Connect

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gotoguy.blog | adatum.no

Slides and demos from the conference will be available at

<https://github.com/nordicinfrastructureconference/2022>