



2017 中国互联网安全大会
China Internet Security Conference

万物皆变 人是安全的尺度

Of All Things Human Is The Measure

12th September, Beijing

Cybersecurity in the Industrial Internet of Things

Dr. Paul EL KHOURY

Head of Product Security for SAP Labs China



THE **DIGITAL ECONOMY** IS TRANSFORMING ALL INDUSTRIES INCLUDING SAP

IoT will be one of the most fundamental aspects of
the digital transformation

\$4-11 trillion

Potential economic impact per year by 2025

80%

of business processes & products will be reinvented, digitalized or
eliminated by 2020

to
Outcomes

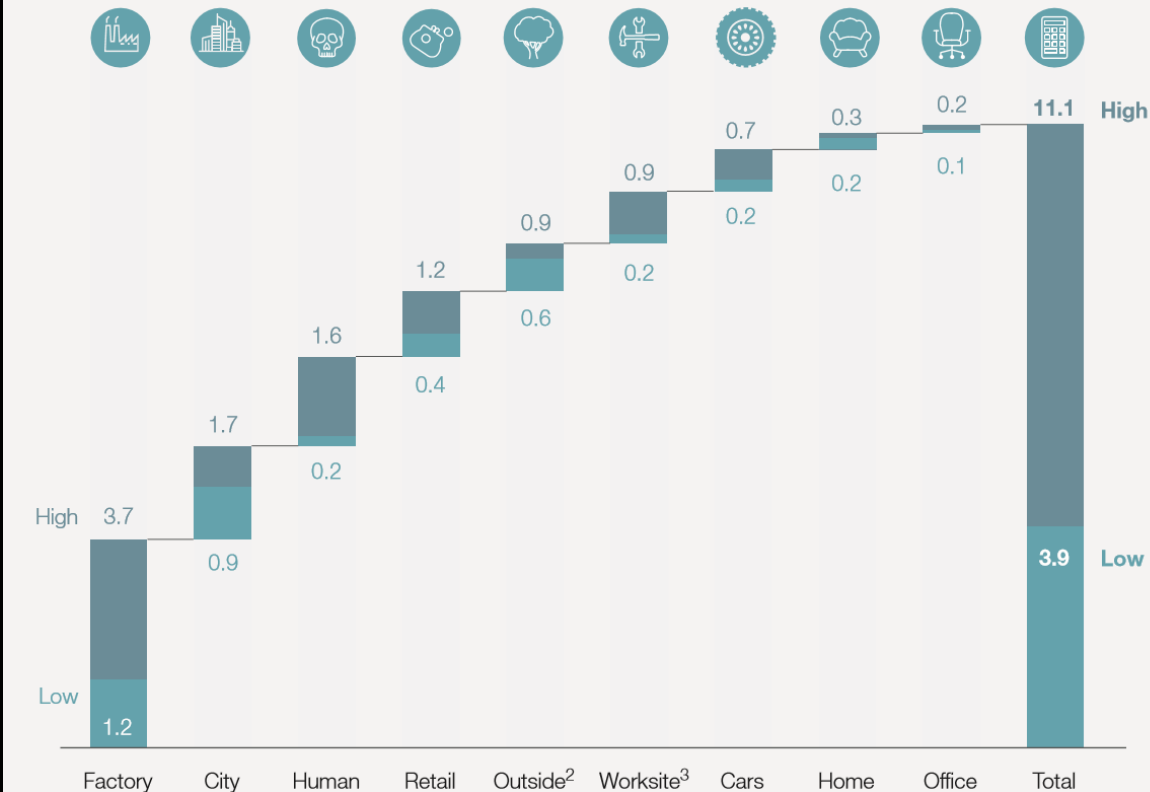
Industries with the highest IoT spent potential

The Internet of Things has the potential to generate about \$4 trillion to \$11 trillion in economic value by 2025.

McKinsey&Company







MAY 2017

Potential economic impact by segment,¹
\$ billion (2015 dollars)



Cloud Infrastructure - Fundamental to Industrial Internet of Things (IIoT)

IIoT Bridge

Connected Product	Connected Assets	Connected Fleet	Connected Infrastructure	Connected Markets	Connected People
					
Product Insights Goods and Equipment Supply Networks	Fixed Assets Insights Manufacturing Execution Manufacturing Networks	Mobile Asset Insights Logistics Safety Logistics Networks	Building Insights Construction Energy Grids	Market Insights Rural Areas Urban Areas	People and Work People and Health People and Homes

Edge Computing

IIoT Foundation

Cloud Platform



Focus industries

Penetrate the industries with the highest IoT spent potential

- Discrete industries
 - Industrial machinery and components
 - High tech
- Public services
 - Future cities
 - Defense and security
- Energy and natural resources
 - Oil and gas
 - Utilities
 - Chemicals
- Service industries
 - Telecommunications

Connectivity stands first

“We cannot capitalize on the data at our solutions if we do not **assure** and broaden our **connectivity capabilities** to ingest all data from all type of devices & networks.”

Vendors will offer a dizzying array of wireless tech to support IoT field use cases.

Various characteristics of **IoT devices** such as small bursty traffic, dense sets of connections, or long distances require new forms of wireless connections, such as **LoRaWAN**, **Sigfox**, or **3GPP's narrowband (NB)-IoT**. For IoT decision-makers, there will be more than 20 wireless connectivity options and protocols to evaluate.

There will be a large-scale IoT security breach.



Source: www.forbes.com/sites/gilpress/2016/11/01/internet-of-things-iot-2017-predictions-from-forrester/#47c14f436bb6

Retrofit on physical assets with sensors

Low-powered devices and networks

Reliable and cost effective, meeting industrial needs

Low-powered devices

- Do not consume much power to work and communicate
- Do not require a continuous communication link

Low-powered wide area networks (LPWAN)

- Reduced packet size
- High latency
- Low throughput

Enable this by discarding security as a showstopper for adoption



The first was a DVR running the software of the Chinese company previously-identified as being a key target of the Mirai hackers

Security for Internet of Things

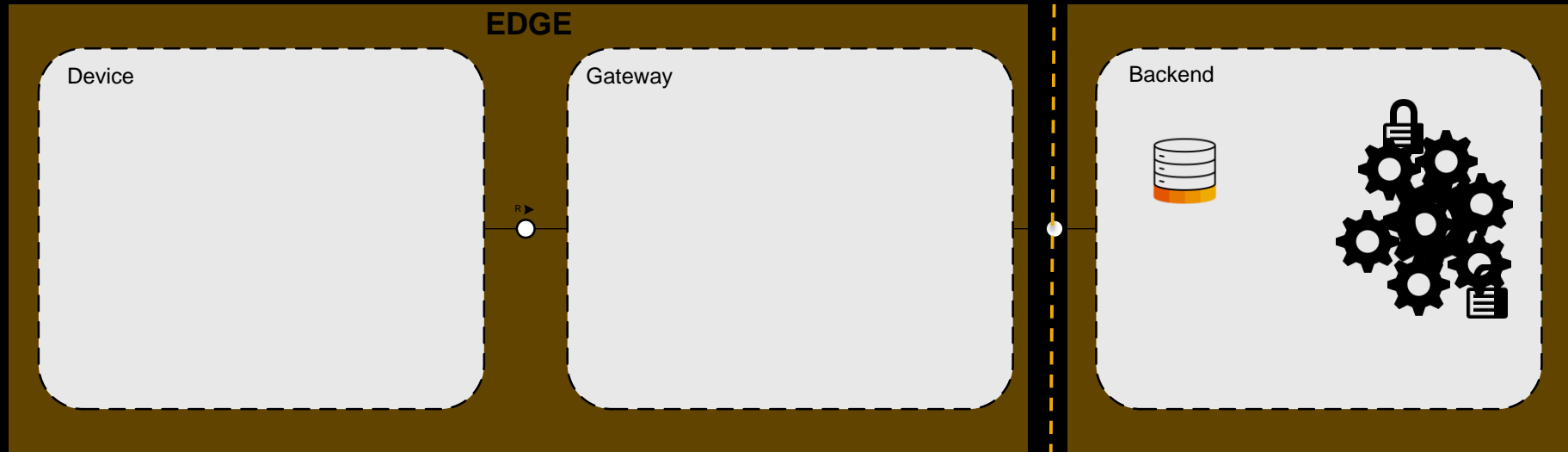
Once IoT devices are connected to the Internet

“Driven by the current **large-scale deployment of connected objects** as well as the upcoming mass-adoption of digitally charged products, **cybersecurity** has to keep the pace with these developments in order to **embrace the new ends of the system boundaries**, i.e. the physical devices.”

Source: https://www.mckinsey.de/files/mck_connected_car_report.pdf

Decentralization and distribution of enterprise systems

Edge computing from SAP (as part of SAP Leonardo)

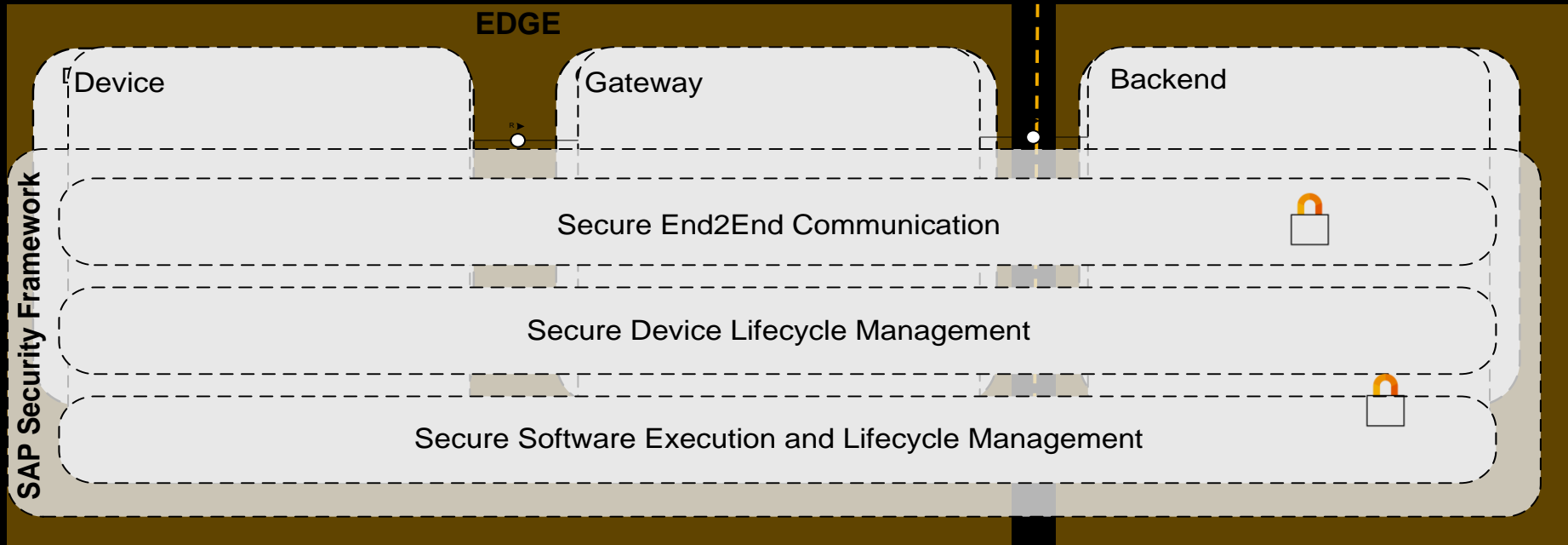


Highest level of

- Business visibility
- Application centralization
- Data consolidation
- Technology abstraction

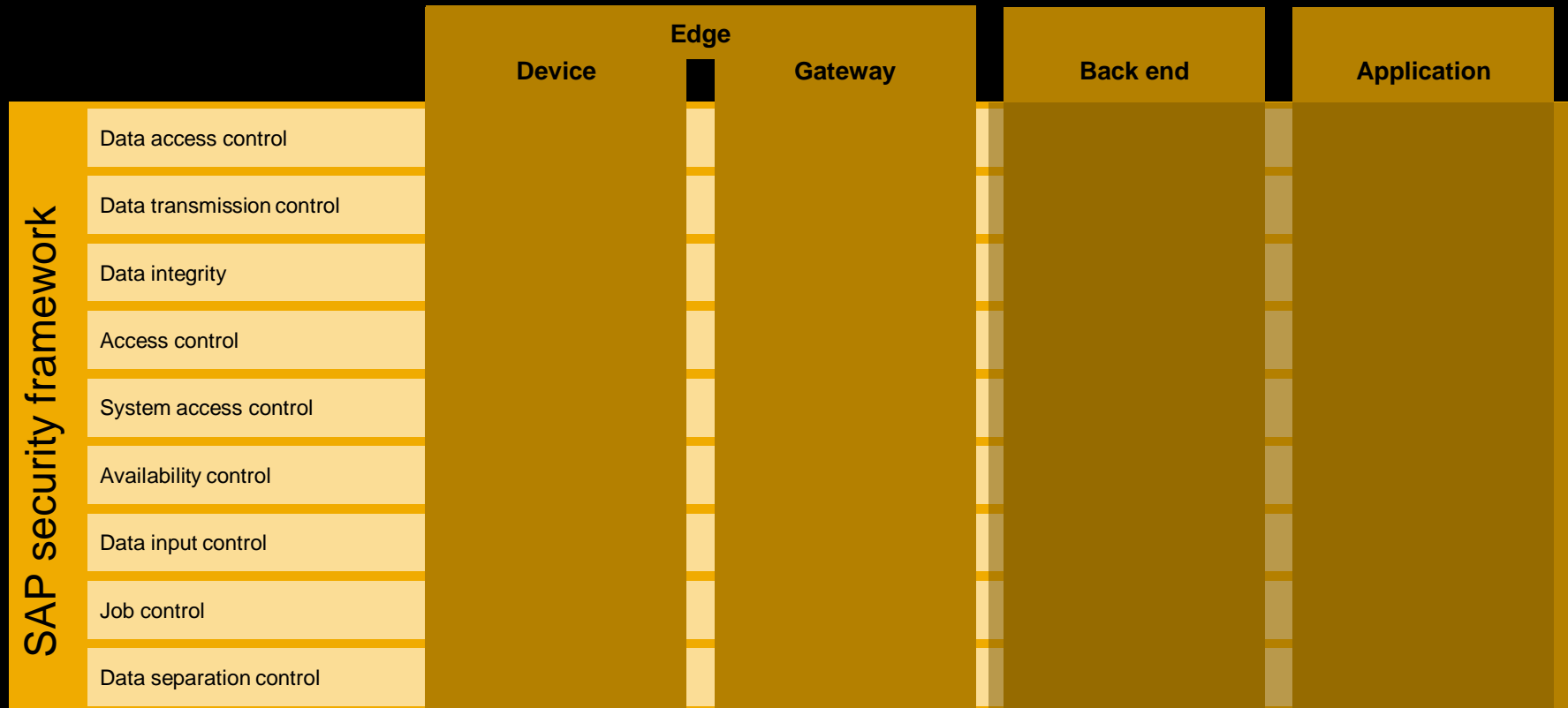
Decentralization and distribution of enterprise systems

Edge computing from SAP (as part of SAP Leonardo)



SAP security reference model

[SAP security framework, version 1.2](#)



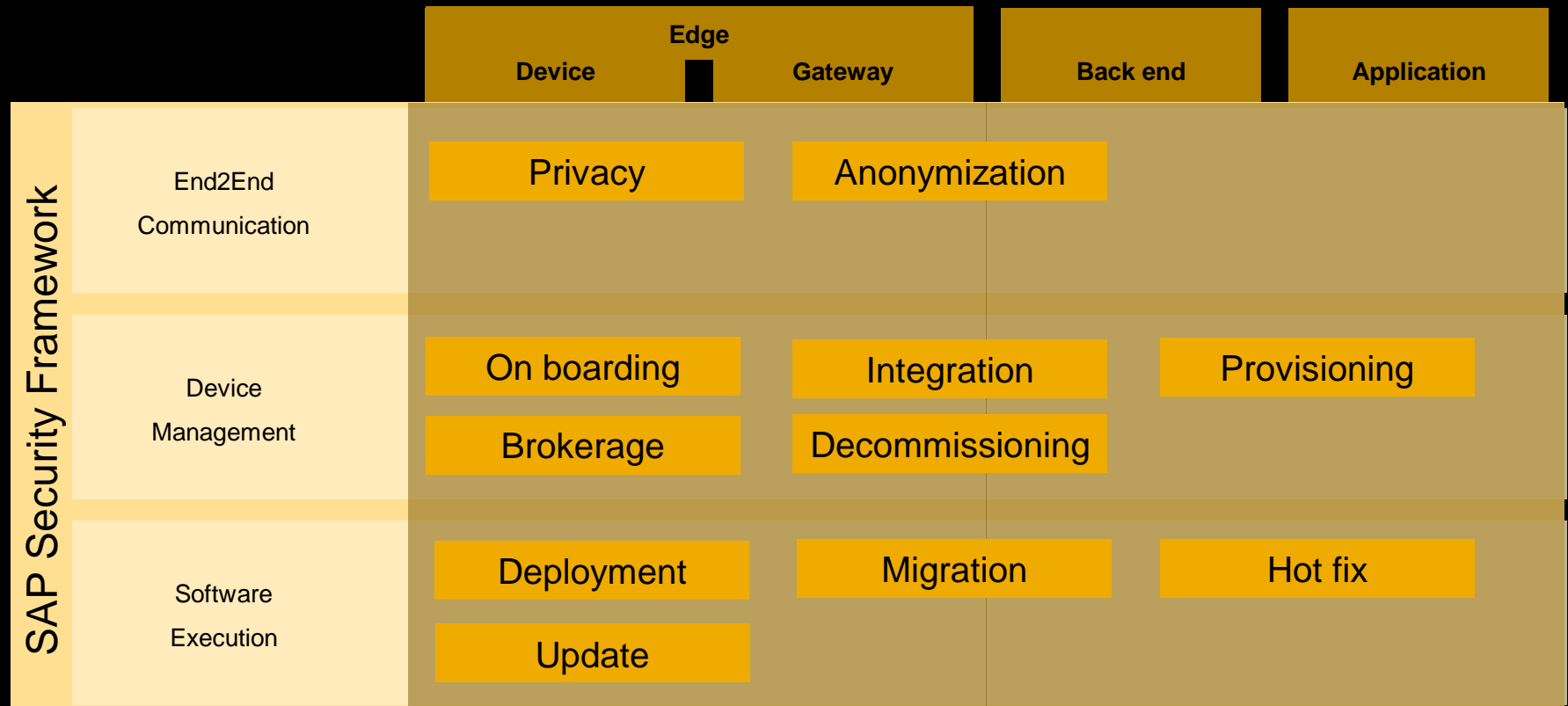
SAP security reference model

IoT-driven enhancement

		Edge			
		Device	Gateway	Back end	Application
SAP security framework	Data access control				
	Data transmission control				
	Data integrity				
	Access control				
	System access control				
	Availability control				
	Data input control				
	Job control				
	Data separation control				

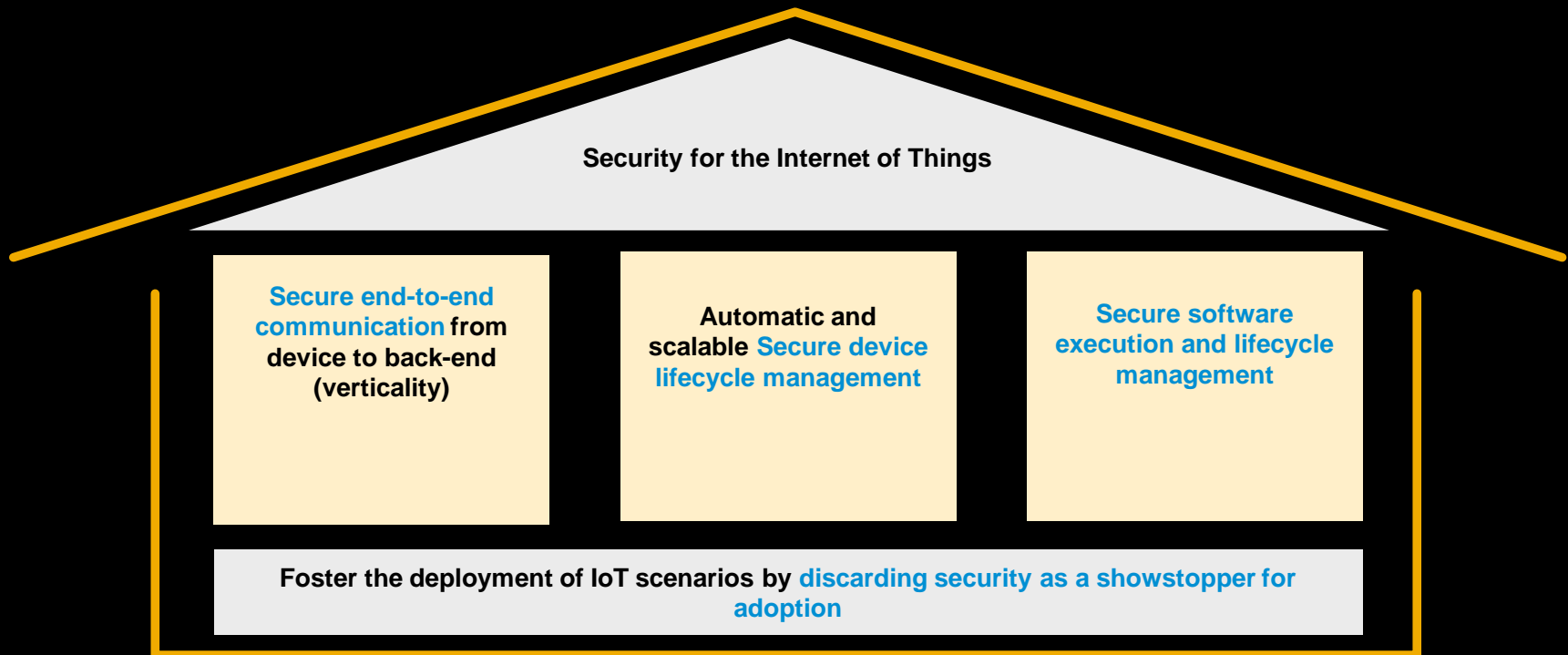
SAP security reference model

IoT-driven enhancement



Security as enabler for the Industrial Internet of Things

Security pillars



Summary

- The digital economy is transforming all industries including SAP. Industries have the highest IoT spent potential
- Cybersecurity has to keep the pace with these developments in order to embrace the new ends of the system boundaries
- SAP enhanced IoT driven security reference model with data, device and application security service

THANKS



中国互联网安全大会



360互联网安全中心