



# **UNLOCKING THE SECRETS OF TELEPHONE PHREAKING**

Phreaking and its implications on modern cyber threats

# AGENDA

- Who am I?
- What is Phreaking?
- Telephony
  - POTS vs VoIP
- Phreaking History
  - Evolution
  - Significance
- Classic Phreaking tools and techniques
- Emerging threats in telephony
  - Risks and consequences
  - Mitigation and best practices
  - Proactive defense

# WHO AM I?

- Co-Founder of the PhilTel project, aiming to install free-to-use payphones within Philadelphia
- Run the Philly 2600 hacking meetups
- Not in InfoSec
  - Software Engineer
  - Views expressed here are my own, not those of my employer
- Fascinated by hacker/phreaker culture and history



# “PHREAKING”

- A slang term coined to describe the activity of a culture of people who study, experiment with, or explore telecommunication systems, such as equipment and systems connected to public telephone networks
- Phreaking is not always about toll fraud or malicious activities



# TELEPHONY



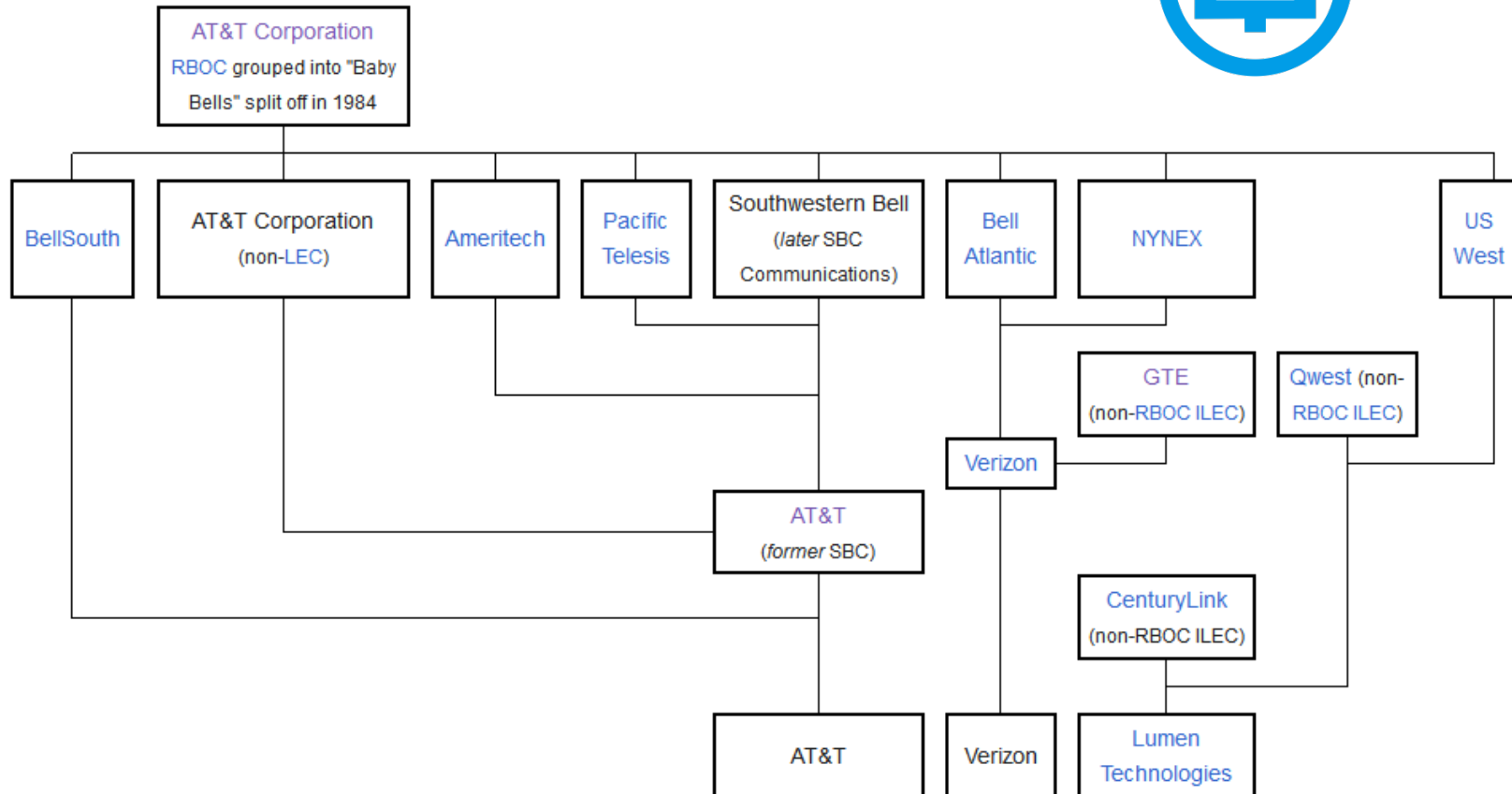
# TELEPHONY



# TELEPHONY



# “THE PHONE COMPANY”

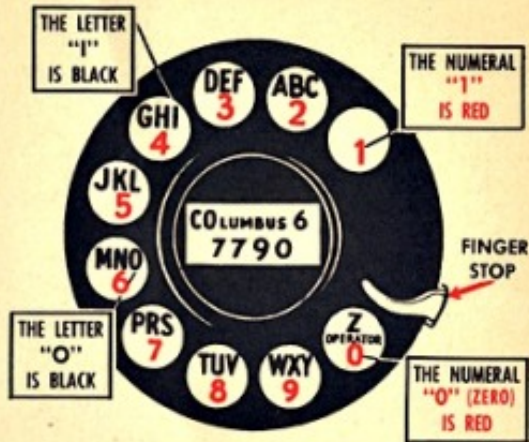




# TELEPHONE NUMBERS

## HOW TO USE A DIAL TELEPHONE

This is what a telephone dial looks like.



In some places the dials have only numbers like this.



There are also some other types of dials, but all dials work the same way and are easy to use.

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Now let's call John Smith, whose telephone number is Columbus 6-7790.

Notice that the first two letters of COLUMBUS are in capitals. To call a number on a dial telephone you use only the letters in capitals, followed by the figures.

So when you call John on a dial telephone, you just dial C-O-6-7-7-9-0

Here is how you dial:

First, pick up the telephone.



Hold the receiver to your ear.

Listen for the dial tone—a steady humming sound. If you dial before you hear it, you may get a wrong number or no number at all.



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# TELEPHONE NUMBERS

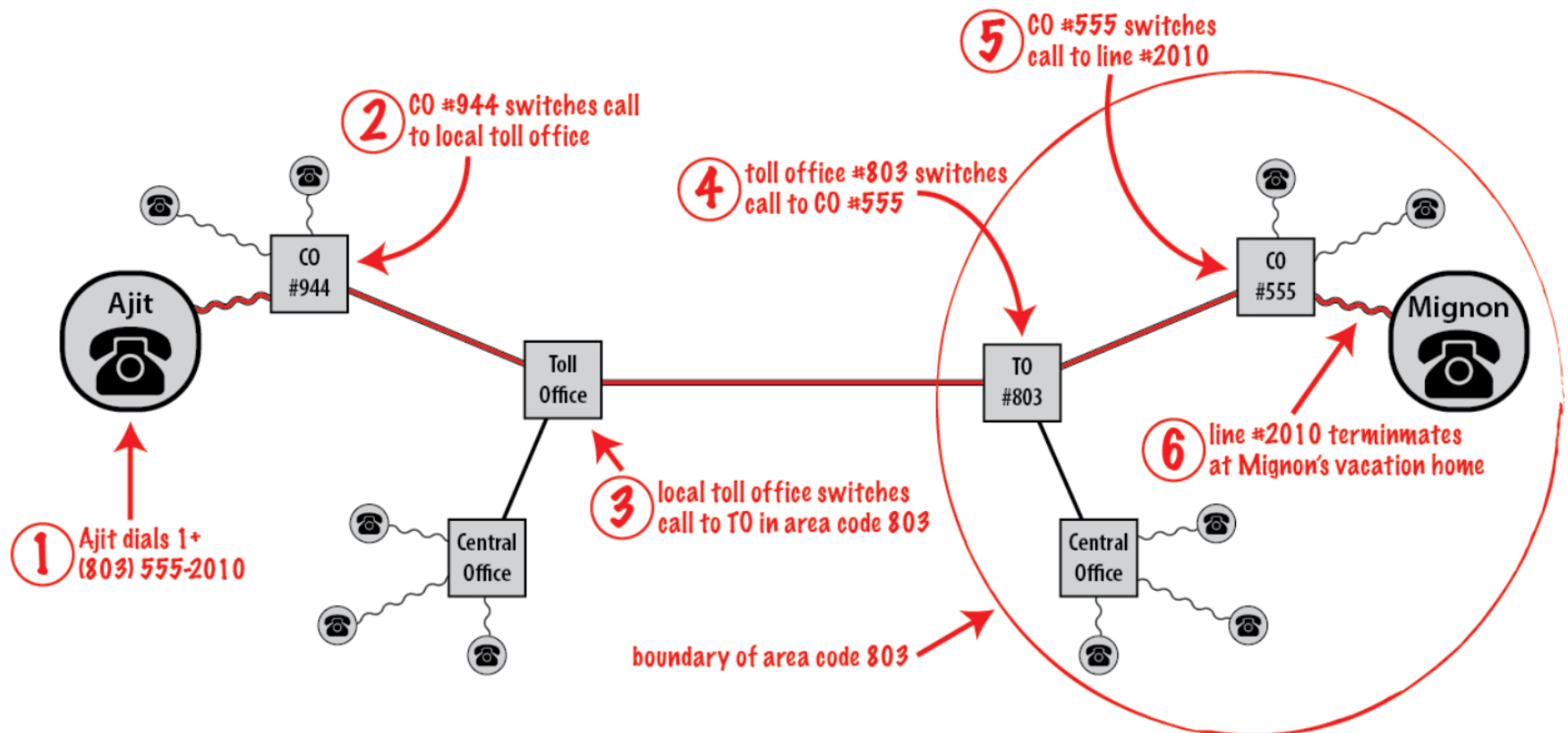
**+1 (NPA) NXX-XXXX**

The diagram shows the format of a telephone number: **+1 (NPA) NXX-XXXX**. Brackets are placed under each part of the number to identify its components. Below the brackets are the following labels: Country Code, Area Code, Prefix, and Subscriber.

Country Code      Area Code      Prefix      Subscriber

- NPA = Number Plan Area

# ANALOG/DIGITAL TELEPHONY (POTS)

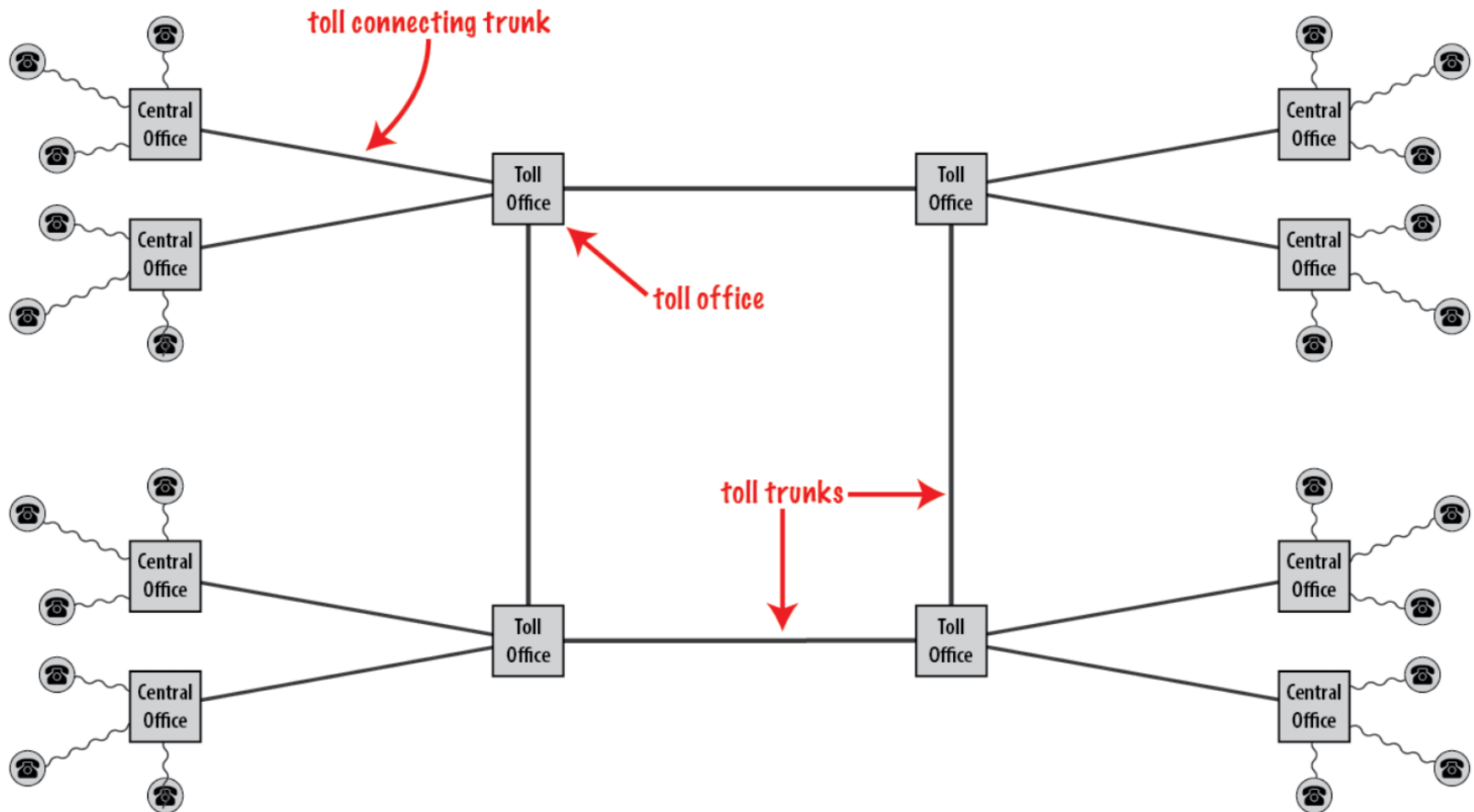


# ANALOG/DIGITAL TELEPHONY (POTS)

- Central Office
  - Exchange
- Local Loop (Subscriber line)
  - Literally a direct circuit between two phones
- Circuit-Switched
  - Physical path dedicated to one connection
- Controlled by big Telcos

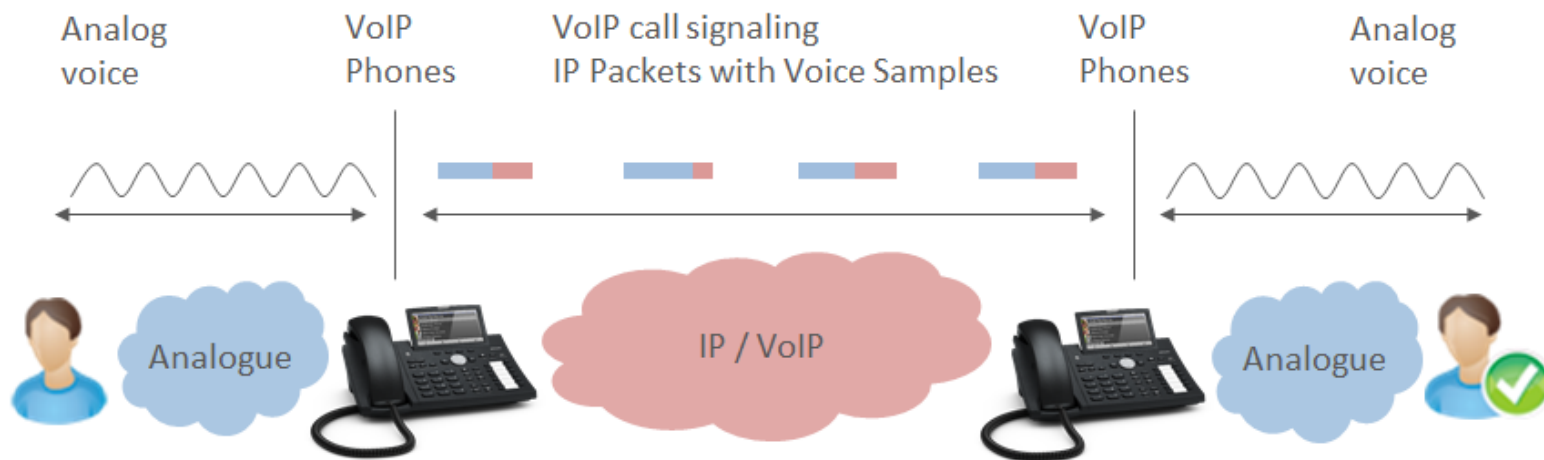


# ANALOG TELEPHONY (POTS)



# IP TELEPHONY (VoIP)

- Voice-over-Internet-Protocol
- Telephony over the Internet
- Packet-Switched
  - Not a dedicated physical medium
- Inexpensive





# PHREAKING HISTORY

- Joybubbles discovered he could “hook-flash” a phone to dial numbers. Later, he discovered he had perfect pitch and could shut off telephone messages and place calls by whistling at 2600Hz



# PHREAKING HISTORY

- Captain Crunch (John Draper), discovered a Cap'n Crunch Bo'sun whistle given as a toy in cereal boxes could produce that same 2600Hz tone.



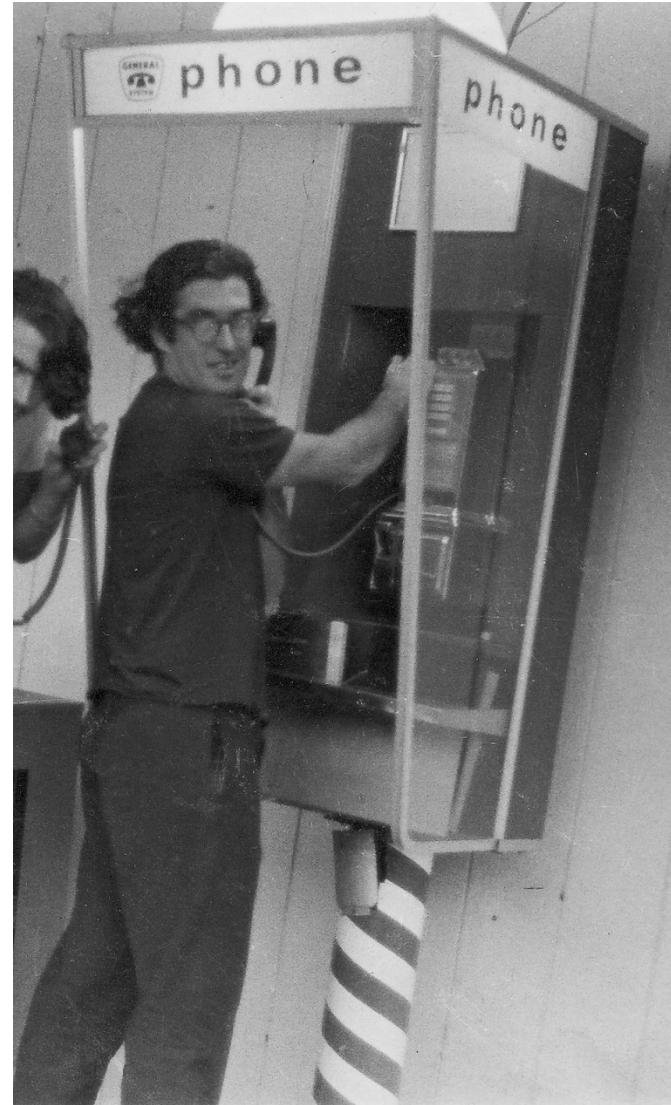


# PHREAKING HISTORY

- Crunch was an early user and builder of Blue Boxes (used for making free long distance calls) and was featured in the 1971 *Esquire* article “Secrets of the Little Blue Box” with Joybubbles



**Welcome back to the 40's**  
The last time America was happy. See Page 98



# PHREAKING HISTORY

- Phreaking exploded in popularity, inspiring a whole generation to tinker with the phone network
- Phreaks had their own magazines/newsletters (TAP, 2600), phreaking was seen in movies (WarGames), contributing to the '70s/'80s zeitgeist



# PHREAKING EVOLUTION

- Phreaks were constantly playing a cat and mouse game with Bell (and its descendants)
- While more attention was drawn to phreaking, toll fraud increased, giving phreaking a bad name
- Eventually, phone companies would patch their security holes and render techniques obsolete
- More modern malicious phreaking targets Private Branch Exchanges (PBXs) owned by individuals/businesses
- There are still people exploring the phone network, especially focusing on more traditional elements, like circuit switching, payphones, etc.

# PHREAKING SIGNIFICANCE

- Modern hacking/InfoSec movements can trace its roots back to phreaking
- With the advent of personal computing in the 1980s, many curious and tech-savvy people would communicate over bulletin board systems to share information about exploring the phone system and, increasingly, the computers that were connected to it



# PHREAKING TOOL: BLUE BOX

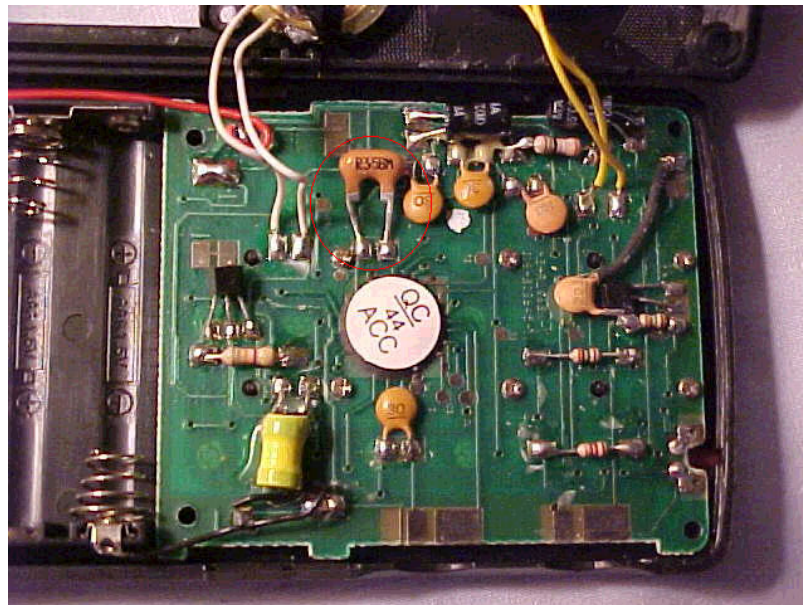
- Exploited In-band Signaling (like SS5)
- Early blue boxes were single-frequency (SF) only, sending 2600Hz in different lengths and quantities to setup a call
- Later blue boxes utilized multi-frequency (MF) tones





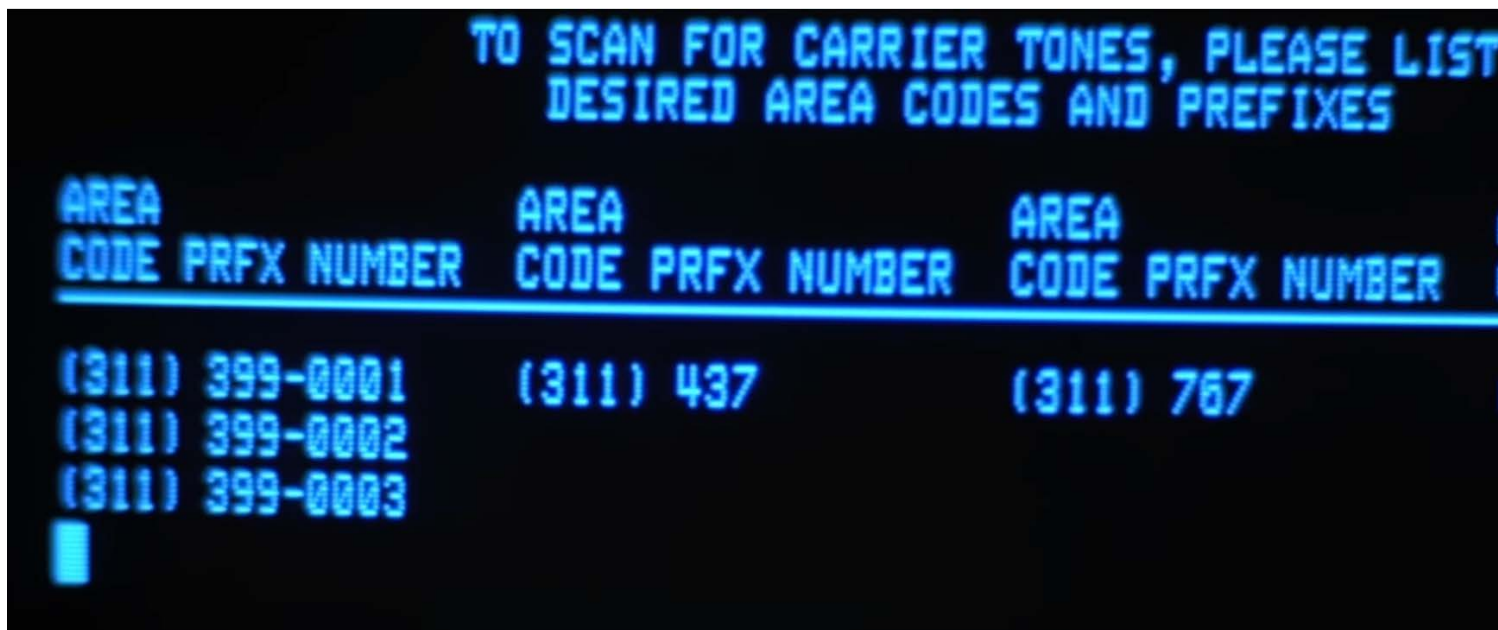
# PHREAKING TOOL: RED BOX

- Mimicked a nickel tone generated by a payphone to report that a coin had been inserted. Larger coins play the same tone multiple times
- Radio Shack tone dialers were often modified with a 6.5536 MHz crystal, allowing the user to press the \* key to generate the coin tone



# PHREAKING TECHNIQUE: WAR DIALING

- Using automated software to scan a range of telephone numbers to look for modems, computers, and other systems connected to the phone line
- Often combined with Calling Card Fraud
  - Call long distance provider, try card digits, dial a modem



# PHREAKING TECHNIQUE: SOCIAL ENGINEERING

- Talking a target into revealing specific information or performing a specific action for illegitimate reasons
- Phreaks would social engineer telephone operators pretending to be Telco personnel
- Social Engineering is still prominent today. Hackers breached MGM last year by impersonating an employee in a voice social engineering attack that targeted the company's help desk (RN)





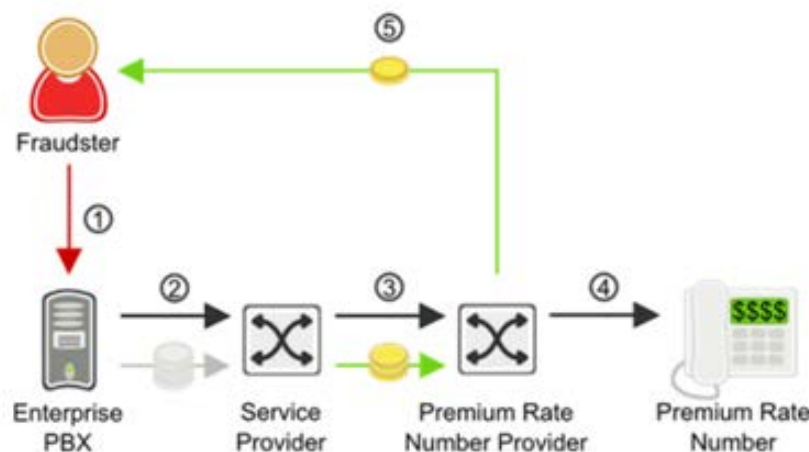
# EMERGING THREAT: CALLER ID SPOOFING, VISHING

- An attack that causes a target's phone to display a phone number different than the one originating a call
  - This is actually a legitimate feature, used illegitimately!
- Vishing often utilizes caller ID spoofing to get sensitive information from targets
- Case Study: iSpooof (2002)
  - Targeted 142 people in Europe
  - 10 million fraudulent calls
  - Posed as bank personnel
  - Scammed \$121 million



# EMERGING THREAT: PBX HACKING

- Many modern Voice-over-IP systems can be setup quickly with default or poorly configured options
  - Default password for account, allow call forwarding
- Attackers can then use these systems to call toll numbers they own which charges the owner of the phone system
- Case study: Noor Aziz Uddin (2015)
  - Active 2008-2012
  - Grossed \$50 million



# RISKS AND CONSEQUENCES

- While VoIP can be inexpensive and easy to use, it is rife with fraud and hacking
- Targets could divulge sensitive information or have their own systems hijacked to drive up a large phone bill
- Phone systems are just as vulnerable and exploitable as computers, and they often ARE just normal computers
- Phones also connect to the Internet and provide an entry point into your environment. People underestimate the risk of phone systems. Printers as well (RN)

# MITIGATION STRATEGIES & BEST PRACTICES

- If someone calling you on the phone doesn't seem quite right, they probably aren't
  - Always lookup the company's number and use that to call back
- Fully configure your VoIP systems (or find someone who can)
  - Just because it works out of the box doesn't mean it is configured well out of the box
- Keep a limit on calling credit in case of abuse
- Not just with VoIP, all system accounts should be changed from default and user access should be reviewed at least annually. Preferably quarterly (RN)

# PROACTIVE DEFENSE

- Have authentication policies in place. Use unique SIP credentials, have tooling to block peers after bad attempts
- Enforce access control, don't allow people to have access to calling features they don't need
- Use encryption for SIP/RTP (SIPS/SRTP)
- Educate users on best practices, vishing can be just as detrimental as email phishing!
- Yes, your employees are your first line of defense. Arm them with the knowledge to protect your organization (RN)

# THANK YOU!

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