

## 2014 Cyber Attack on eBay



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## Target

#### 145 MILLION ACCOUNTS COMPROMISED

What was compromised:

usernames, encrypted passwords, phone numbers, physical addresses and date of birth

What was not stolen:

financial info (stored separately and encrypted)





# Why Ebay?

- Ebay has been described as the "golden goose"
  - large user base
- Other great targets
  - Amazon 244m active accounts, each with credit cards attached.

    Apple's iTunes 800 million users, most have credit cards attached to their accounts.





# Comparison of encrypted

- Not Encrypted
  - Customer name
  - Encrypted password
  - Email address
  - Physical address
  - Phone number
  - Date of birth
- Not only not encrypted but stored in plain text
- It's shocking that eBay would choose not to encrypt that kind of sensitive information





# Protection of information

- If billion-dollar companies want us to give up our personal information, shouldn't we make sure they are going to protect it?
- Credit cards and banks
  - Offer protection against fraud.
  - That same type of protection isn't available for identity theft
- Industry standards
  - Around how payment information can be stored and secured.
  - Time to treat personal information with similar reverence





# Chreat on other accounts

- Encryption
  - Allows eBay to see your actual password.
- Password hashing
  - Allows eBay to check if the password you enter is correct or not, but doesn't allow eBay to get the plaintext of your actual password
- EBay was using encryption, which is the more easily broken
- Many consumers use the same password on multiple sites
- The attackers will quickly take over accounts across the web wherever a user reused their username and password on another site





## Agent

Group known as "Syrian Electronic Army" (SEA) claimed responsibility



eBay did not confirm

Motivation for attack: Hacktivism, not criminal





### **Event**

The database, which was compromised between late February and early March

Wasn't detected by the company until early May

Company announced the cyber attack 2 weeks after discovery (!)





## On May 21st - 2014

5.21.2014

Tag: eBayInc.

#### eBay Inc. To Ask eBay Users To Change Passwords



eBay Inc. (Nasdaq: EBAY) said beginning later today it will be asking eBay users to chan passwords because of a cyberattack that compromised a database containing encrypted and other non-financial data. After conducting extensive tests on its networks, the compain no evidence of the compromise resulting in unauthorized activity for eBay users, and no evidence database to financial or credit card information, which is stored separately in eformats. However, changing passwords is a best practice and will help enhance security for

Information security and customer data protection are of paramount importance to eBay Ir regrets any inconvenience or concern that this password reset may cause our customers customers trust us with their information, and we take seriously our commitment to maint

secure and trusted global marketplace.

Cyberattackers compromised a small number of employee log-in credentials, allowing unauthorized access to eBay's corporate network, the company sa with law enforcement and leading security experts, the company is aggressively investigating the matter and applying the best forensics tools and practic customers.





### Method of Attack

### Compromised 3 Employee login credentials

#### **Possibilities**

- Social engineering attack
- Web application vulnerability
- Cookie re-use vulnerability





# Shell On eBay Server



So people how u think i upload a Shell exploit to Ebay Servers;) #Security

- @EHackerNews @HackRead
- @TheHackersNews









## **Fallout**

- eBay criticized for not informing customers of data breach quickly enough
- They took 2 weeks after the discovering the breach
- Users were advised to change passwords
- Three US States (Florida, Illinois, Connecticut) launched a joint investigation into the attack, with the Federal Trade Commission (FTC)





### Impact on Customers

Vulnerable to indentify
theft, could eBay users'
identities be up for auction
on the black market?

So what does a compromised eBay account go for? Here are the associated values in the cyber underground for compromised eBay accounts:

- 0-5 Feedbacks = \$0.2 + mail = \$1
- 6-20 Feedbacks = \$1 + mail = \$5
- 21-50 Feedbacks = \$3 + mail = \$15
- 51-70 Feedbacks = \$5 + mail = \$20
- 71-100 Feedbacks = \$7+ mail = \$30
- 101-300 Feedbacks = \$10 + mail = \$40
- 301-600 Feedbacks = \$18 + mail = \$55
- 601-1,000 Feedbacks = \$25 + mail = \$70
- 1,001-2,000 Feedbacks = \$40 + mail = \$100
- 2,001-4,000 Feedbacks = \$60 + mail = \$150





# **Exploiting Stolen Accounts**

Seller accounts in good standing used to trick customers into buying fraudulent goods

Buyer accounts in good standing exploited to claim big Paypal refunds after purchases are made





### Extent of attack

- In some cases you go in and find the smoking gun immediately.

  Other times, it takes a few days or even a few weeks," said Kevin Johnson, a cyber-forensics expert
- Other information my have been comprised
- Has not brought to our attention
- Possible backdoors





# **Incident Response**

- That's really poor incident response" (David Kennedy)
- Many were "disappointed" with eBay's response to the breach
- This is all over the news but nothing from Ebay
- Best Practices:
  - Have a message pop up when users log in, telling them about the breach and forcing password changes.





# Scope of Responsibility

- Following high-profile breaches at other companies, including
  - Target Corp
  - Neiman Marcus
- Authorities are serious about holding companies accountable for securing data
- The investigation by the states will focus on eBay's measures for securing data
- These attacks are betrayals of customers and that they won't be tolerated





## Questions

- ► How did this information breach occur?
  - Employee accounts were compromised to gain unauthorized access.
- Why is it a bad idea to recycle passwords?

  Stolen passwords from one site can be used on another to gain unauthorized access, even after password is changed on the attacked site.
- What can customers do to protect themselves once their account is compromised?

  Change password on attacked site, and on any other site which the same password is used. Review CC and bank statements often, check your credit report every few months, and never click on email links asking for CC or Social Insurance numbers, passwords, or other sensitive information.





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# Thank You!



