

Outthink Threat: *Can Cognitive Change the Odds?*



Diana Kelley

Executive Security Advisor

@dianakelley14

Agenda

- The “Game” has Changed
- Threat Trends
- Cost of Data Breach: Canada
- Security as an Immune System
- Cognitive: The Next Era



WARNING!

The information that you are about to see shows malicious online content. Criminal activity, if caught, is subject to severe fines and /or imprisonment.

DO NOT TRY THIS AT HOME.



02:20

HD

IBM X-Force monitors and analyzes the changing threat landscape

Coverage

20,000+ devices
under contract

15B+ events
managed per day

133 monitored
countries (MSS)

3,000+ security
related patents

270M+ endpoints reporting
malware



Depth

25B+ analyzed
web pages and images

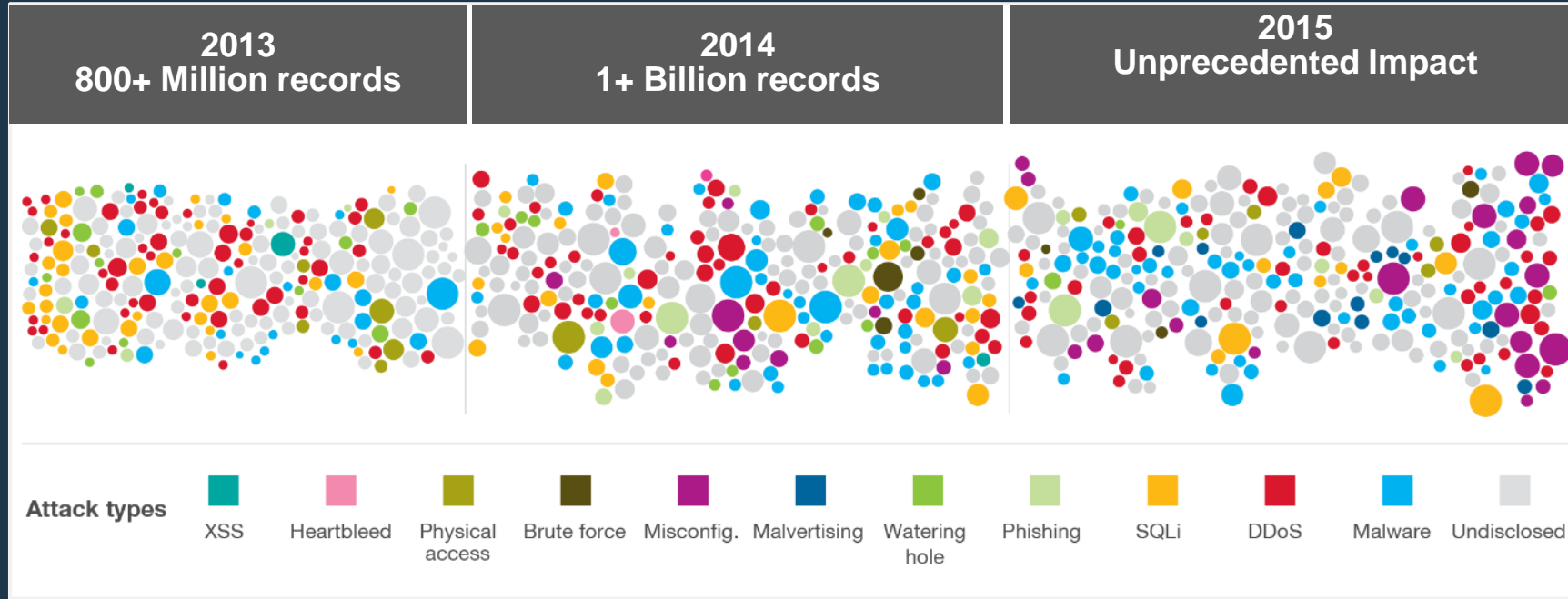
12M+ spam and
phishing attacks daily

96K+ documented
vulnerabilities

860K+ malicious
IP addresses

Millions of unique malware
samples

Breaches Continue to Increase



Healthcare mega-breaches set the trend for high value targets of sensitive information

average time to identify data breach

201 days*

average cost of a U.S. data breach

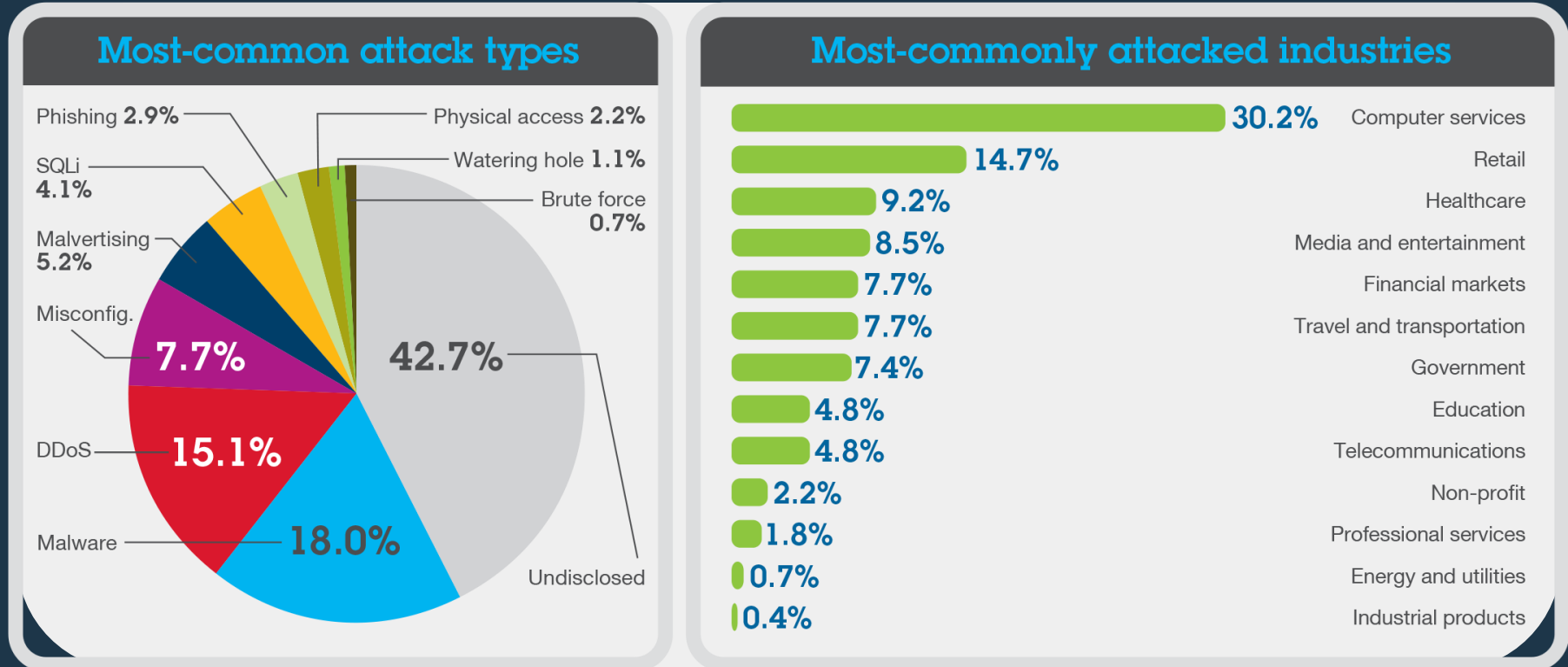
\$7M*

*Source: Ponemon 2016 Cost of a Data Breach Study: Global Analysis

Key Trends



Classic attacks like SQLi, Malware & DDoS Continue to be Successful



Source: IBM X-Force Threat Intelligence Report - 2016

Canada 2016 CODB at a Glance v. Global

- 24 Canadian companies participated
 - Global: 383 companies in 12 countries
- \$6.03 million (CAD) is the average total cost of data breach
 - Global: \$4M (USD)
- \$278 (CAD) is the average cost per lost or stolen record
 - Global: \$158 USD
- 10.6% increase in cost per lost or stolen record
 - Global: 15% increase

2016 Cost of Data Breach Study: Canada

Benchmark research sponsored by IBM
Independently conducted by Ponemon Institute LLC
June 2016



Download report for free here: <http://www-03.ibm.com/security/data-breach/>

Find Earlier + Eradicate Faster = Significant Cost Savings

Figure 17. Mean time to identify the breach event (MTTI)

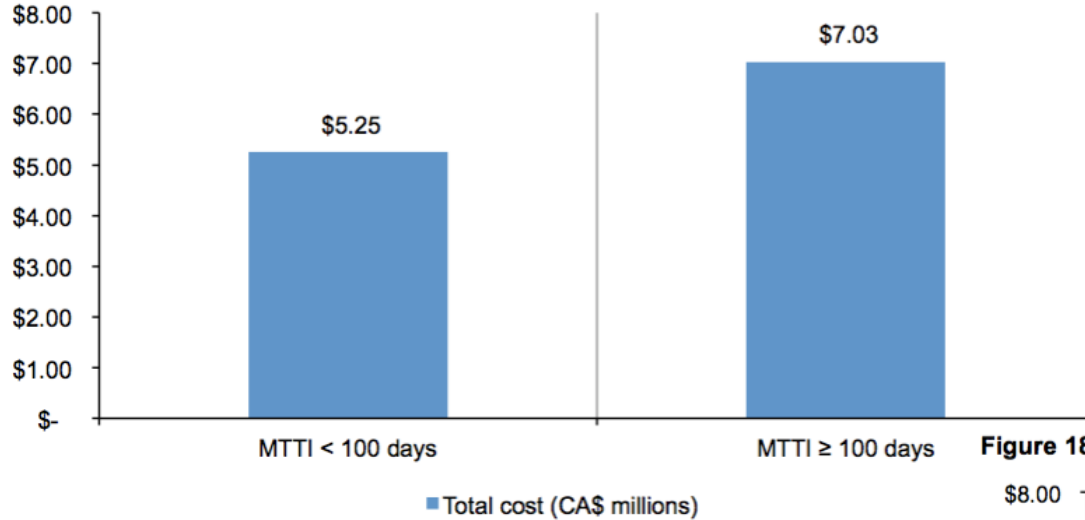
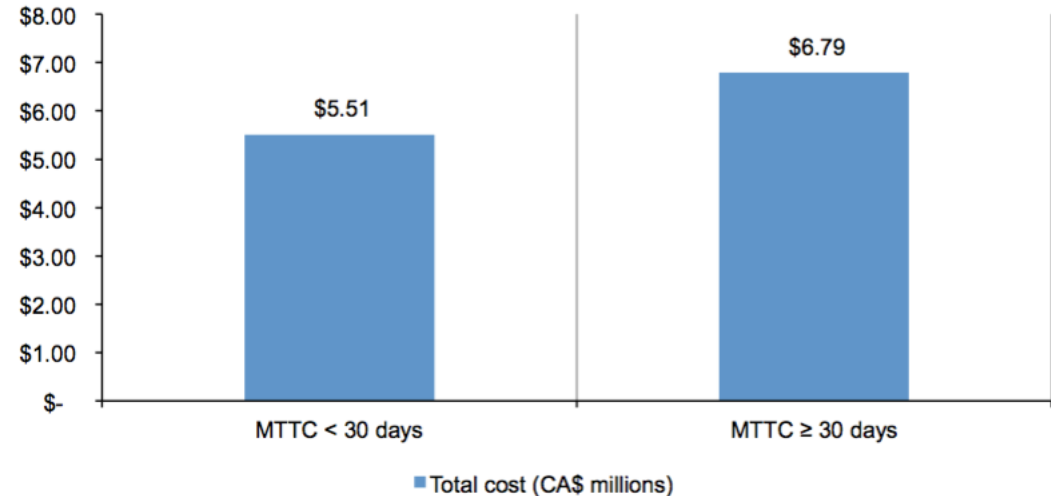


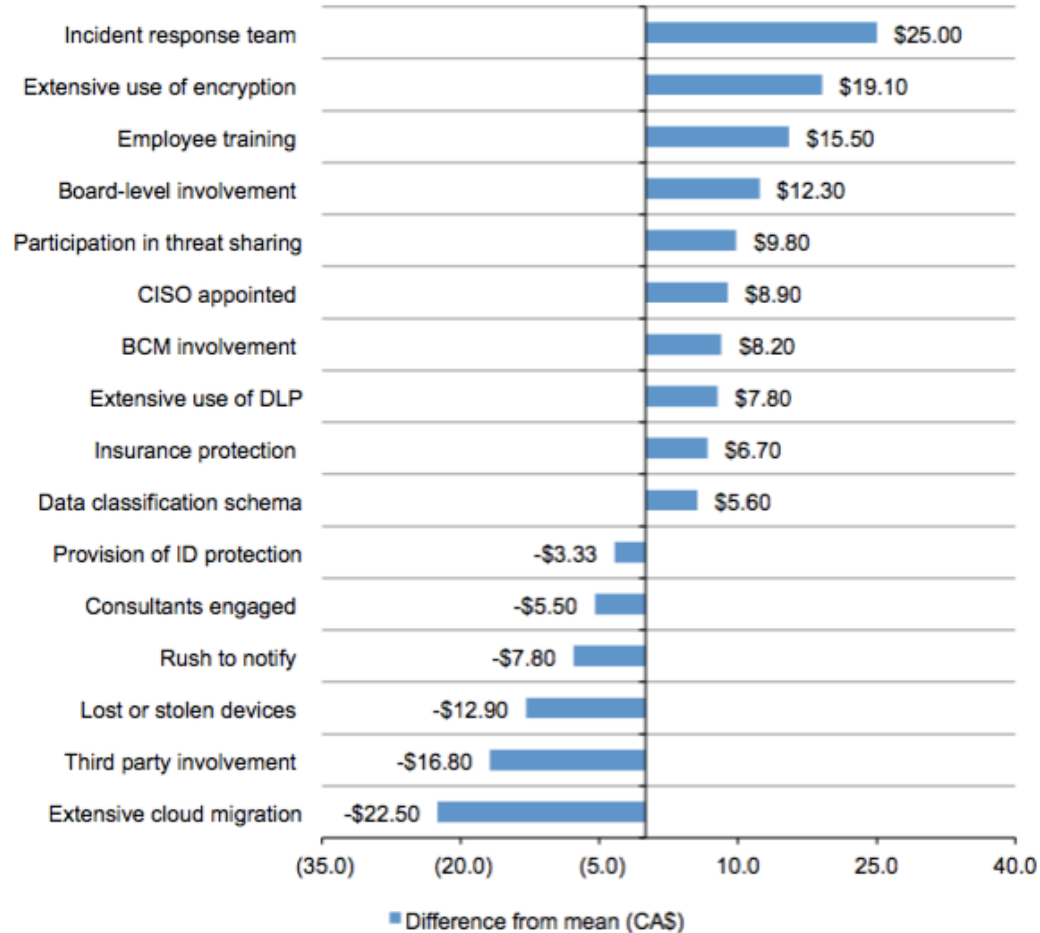
Figure 18. Mean time to contain the breach event (MTTC)



Factors the Increase/Decrease Recovery Costs

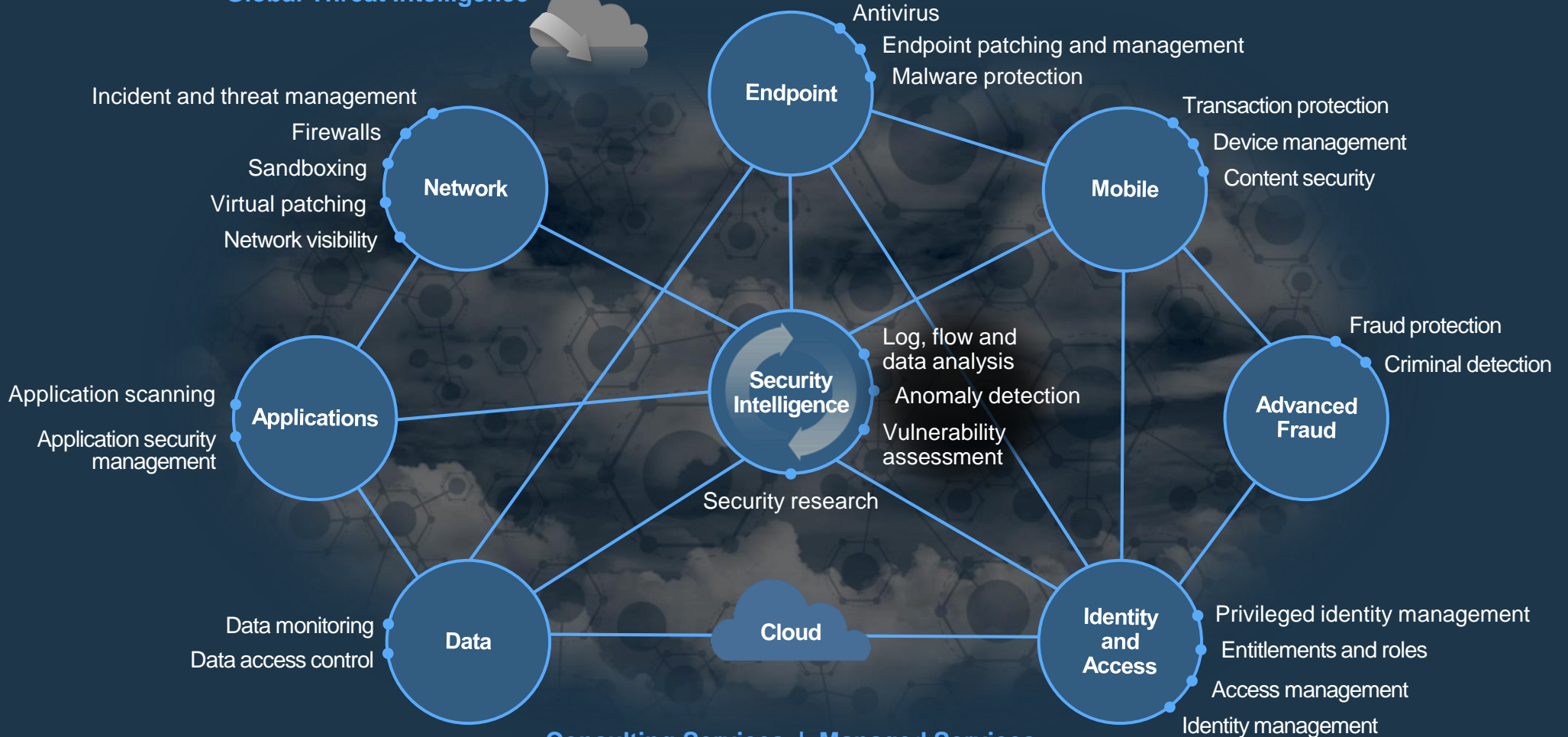
Figure 7. Impact of 16 factors on the per capita cost of data breach

Measured in Canadian dollars



Establish security as an immune system

Global Threat Intelligence



Consulting Services | Managed Services

A tremendous amount of security knowledge is created for human consumption... **but most of it is untapped**

Traditional Security Data

- Security events and alerts
- User and network activity
- Logs and configuration data
- Threat and vulnerability feeds

Human Generated Knowledge



**A universe of security knowledge
Dark to your defenses**

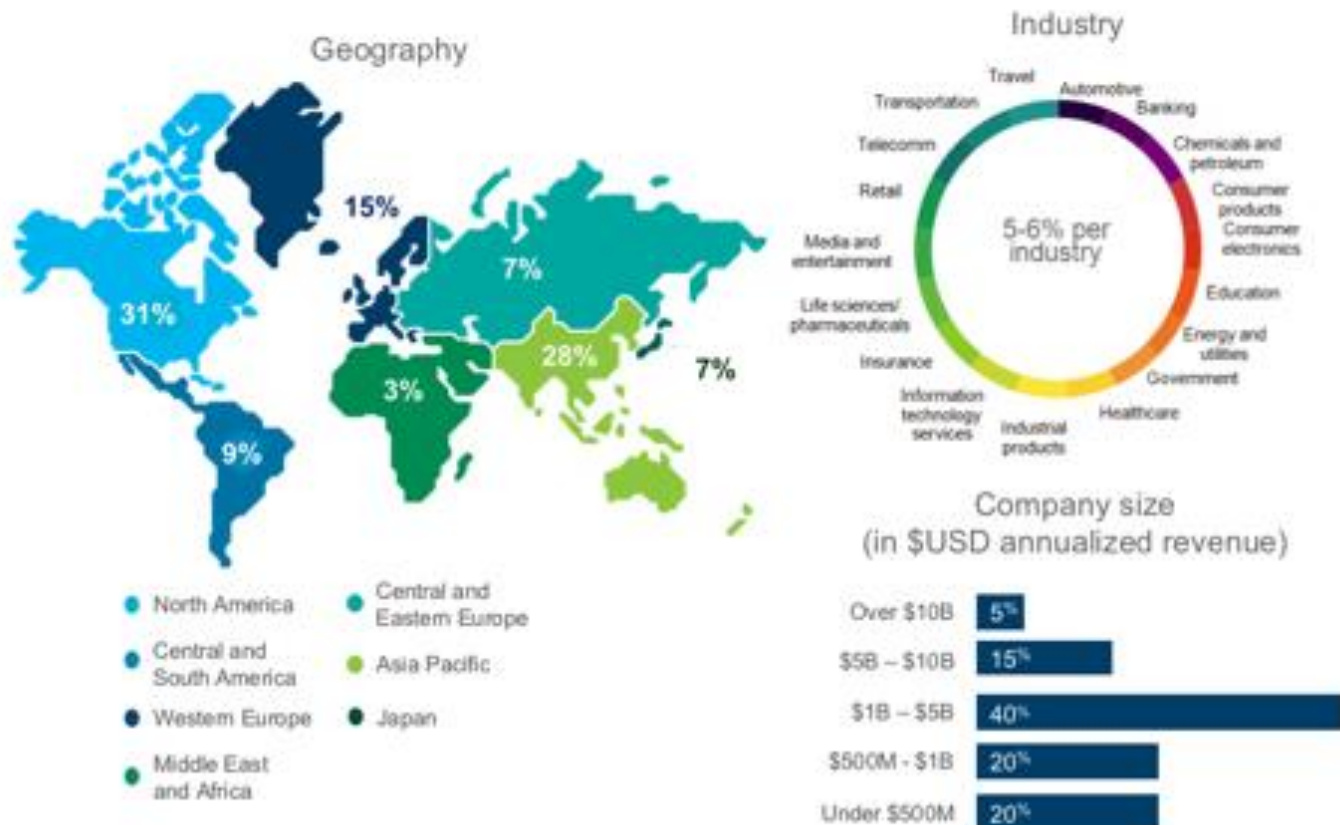
Typical organizations leverage only 8% of this content*

Examples include:

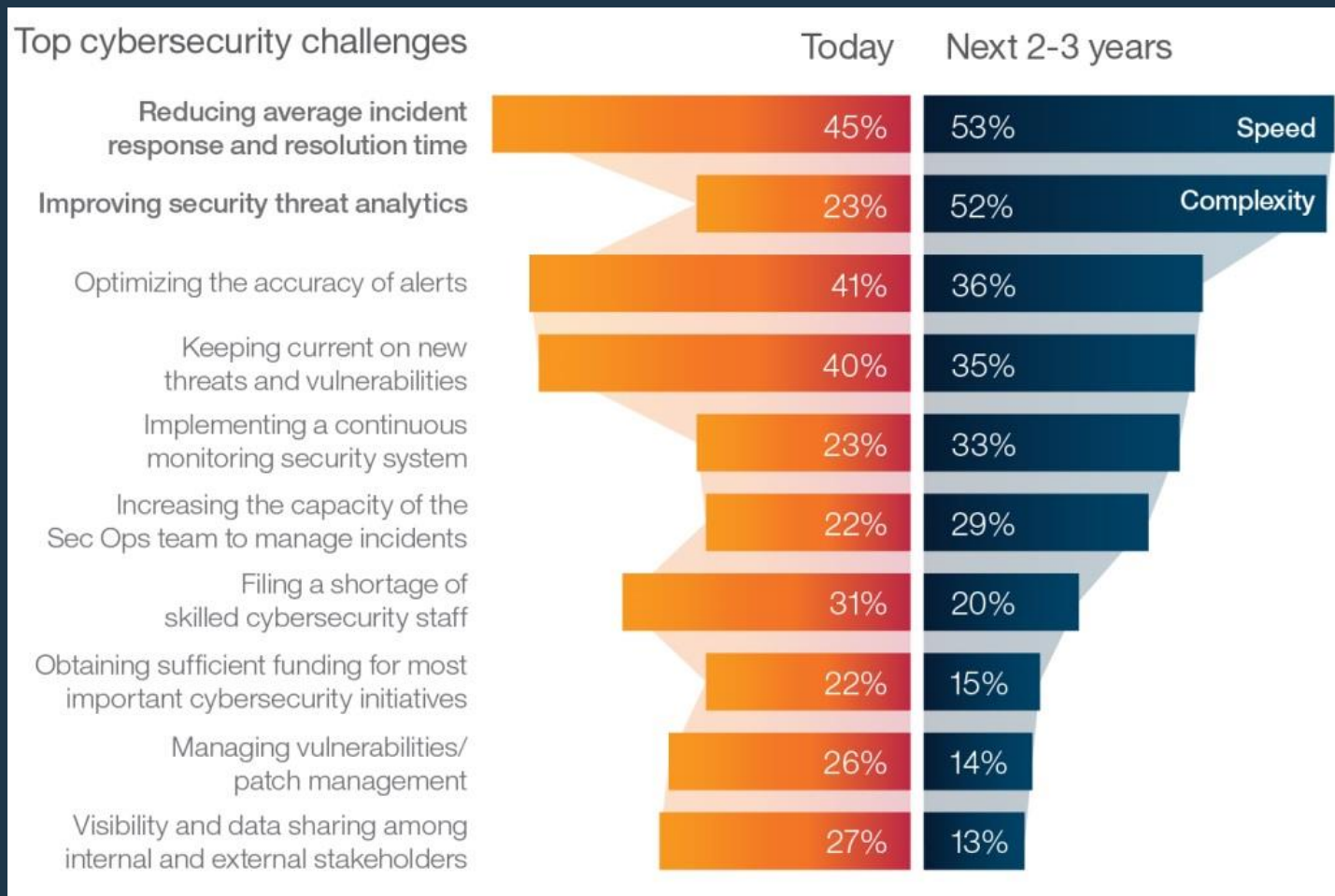
- Research documents
- Industry publications
- Forensic information
- Threat intelligence commentary
- Conference presentations
- Analyst reports
- Webpages
- Wikis
- Blogs
- News sources
- Newsletters
- Tweets

Can Cognitive Help?

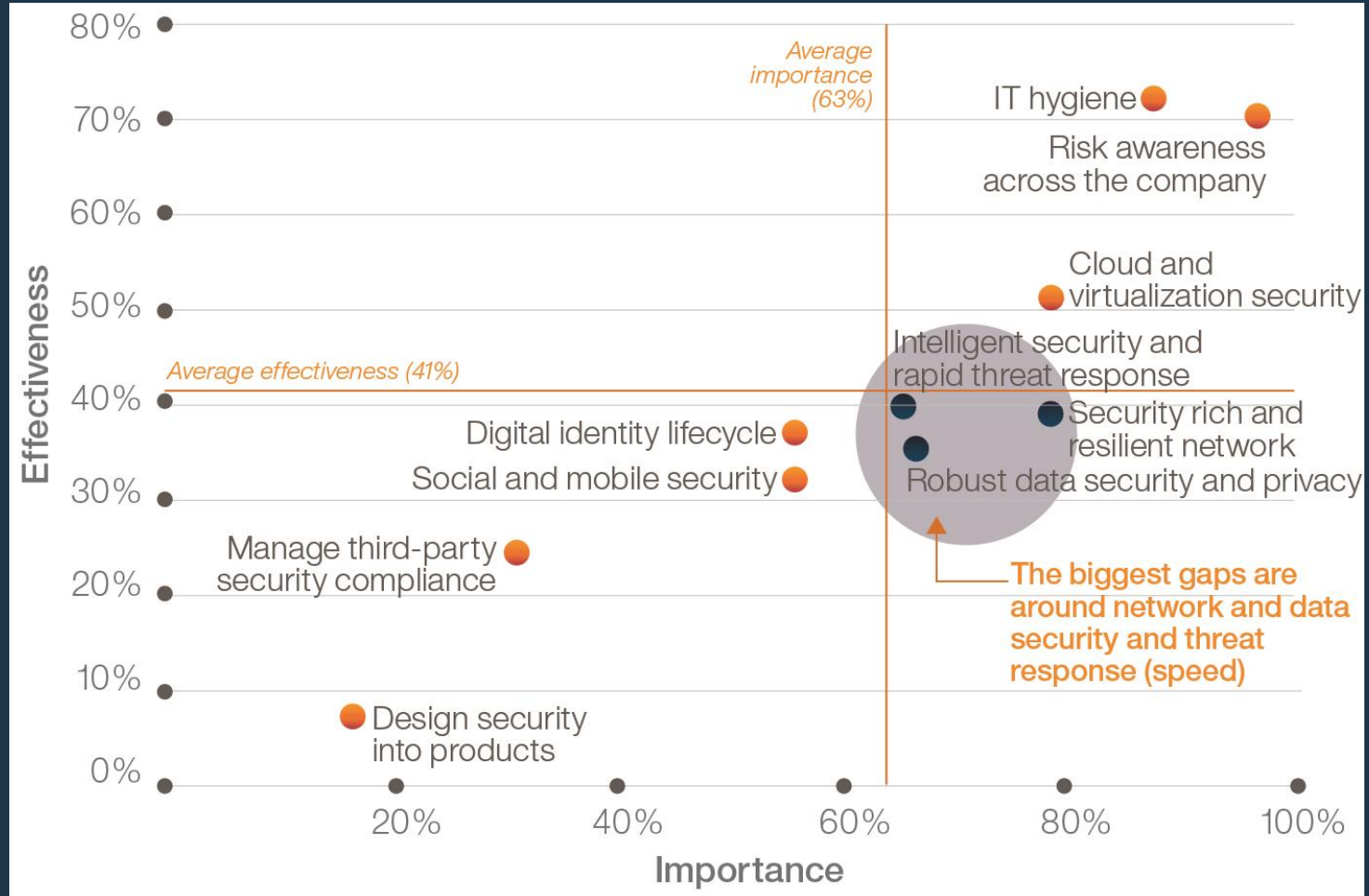
We surveyed a balanced distribution of 700 security professionals in 35 countries, representing 18 industries



Challenges around Response Speed – Analytics



Network, data protection, speed are the weakest areas for most



Three Critical Gaps

Intelligence gap

#1 most challenging area due to insufficient resources is threat research (65% selecting)

#3 highest cybersecurity challenge today is keeping current on new threats and vulnerabilities (40% selecting)

Speed gap

The top cybersecurity challenge today and tomorrow is **reducing average incident response and resolution time**

This is despite the fact that **80%** said their incident response speed is much faster than two years ago

Accuracy gap

#2 most challenging area today is optimizing accuracy alerts (too many false positives)

#3 most challenging area due to insufficient resources is threat identification, monitoring and escalating potential incidents (61% selecting)

Addressing gaps while managing cost and ROI pressures

EY sees how Cognitive Security Can Help

Seeing internal and external challenges

A rapid pace of technological change and adversaries advancing their tools and techniques

Digital innovation and transformation efforts within organizations are pushing the enterprise flat – how do you move fast with digital transformation without creating a more porous perimeter?

Reducing overall risk with cognitive security solutions

Cognitive security solutions could:

- Provide better threat intelligence, helping to understand potential attacks in the future
- Act as an expert advisor for a security operations analyst, it could not only enhance their expertise, but also may help to adapt and evolve security controls based on what the system has learned over time
- Help to manage GRC, deciphering the different requirements from multiple regulatory agencies



“There is a massive amount of noise out there, the human brain can’t process everything on a day to day basis – we need something to help, something like AI or cognitive technologies.”

Chad Holmes, Principal and Cyber Strategy,
Technology and Growth Leader (CTO) at Ernst
& Young LLP

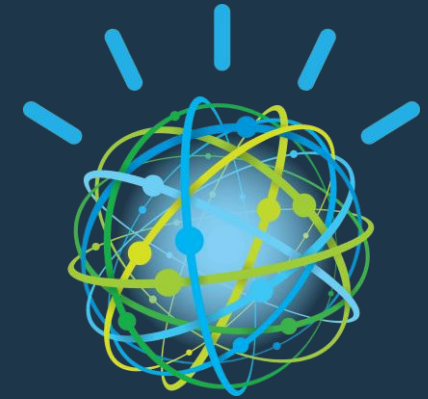
Cognitive systems bridge this gap and unlock a new partnership between security analysts and their technology

Human Expertise

- Common sense
- Abstraction
- Morals
- Dilemmas
- Compassion
- Generalization

Security Analytics

- Data correlation
- Pattern identification
- Anomaly detection
- Prioritization
- Data visualization
- Workflow



Cognitive Security

- Unstructured analysis
- Natural language
- Question and answer
- Machine learning
- Bias elimination
- Tradeoff analytics

How to Prepare

Recognize your weaknesses

Look at the primary weaknesses and vulnerabilities within your organization. How are they connected? What is a priority? Evaluate your intelligence, speed and accuracy.

Become educated about cognitive security capabilities

Take a holistic and formal approach to learn about cognitive security solutions. There could be many misconceptions in your organization from a capability, cost and implementation perspective.

Define an investment plan

It is difficult to build an investment case when a technology is new and unproven – focus on the fact that cognitive security is a capability that can improve the overall effectiveness of security operations.

Look to augment your capabilities, no matter your maturity

Cognitive security solutions are an emerging technology area, and its unique characteristics can benefit organizations of all sizes. Whether you are *Pressured*, *Prudent* or *Primed*, there are things you can do.

Learn more about the study: **Cybersecurity in the cognitive era**

Visit ibm.com/security/cognitive to download the report

Read the blog at Securityintelligence.com



Cybersecurity in the cognitive era
Priming your digital immune system

IBM Institute for Business Value

Organizations are exploring cognitive security solutions to address their gaps

The three top-ranked challenges, according to respondents

Challenge	Today	Next 2-3 years
1. Reducing average incident response and resolution times	45%	53%
2. Expanding security alerts to track new threats	41%	36%
3. Improving incident response and resolution times	40%	42%

Speed gap Accuracy gap Intelligence gap

The gaps can't be addressed by simply scaling up legacy processes and infrastructure

78% say cybersecurity costs have increased in the past 2 years

84% expect a 3x increase in the next 2-3 years

Register to download the IBM Institute for Business Value executive report, "Cybersecurity in the cognitive era: Priming your digital immune system"

Download the study infographic (1.10MB)





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Time	Topic	Speaker	Role	Where
February 8 9: 00 AM – 12:00 PM	IBM Workshop – Safe guarding the data when legacy defenses are not enough	Walid Rjaibi	IBM Global CTO for IBM Data Security	Lecture Theatre
February 9 1:35 PM – 2:10 PM	IBM Keynote – The Emerging Era of Cognitive Security	Diana Kelley	IBM Global Executive Security Advisor	Salon AB
February 9 2:15 PM – 2:45 PM	Keeping Data Safe: Guardium Data Protection case study	Raki Robert	Technical Sales Engineer - Canada & Caribbean Data Security, IBM Security	Lecture Theatre
February 10 11:05 AM – 12:15 PM	Concurrent Panel Session - Panel B: Ransomware: Are You the Next Digital Hostage?	Charles Davis	IBM Global Executive Security Architect	Lecture Theatre
February 10 2:15 PM – 3:30 PM	Concurrent Panel Session - Panel B: Digital Government Platforms / Government as a Platform	Paul Lewis	IBM Canada Executive Consultant	Lecture Theatre



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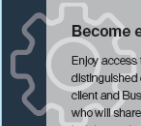
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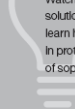
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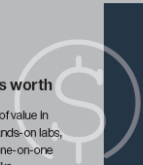


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