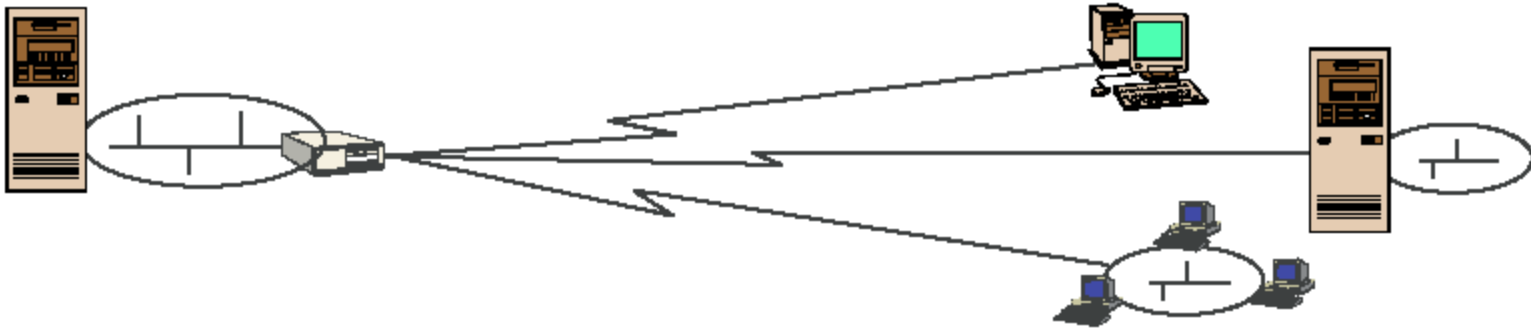


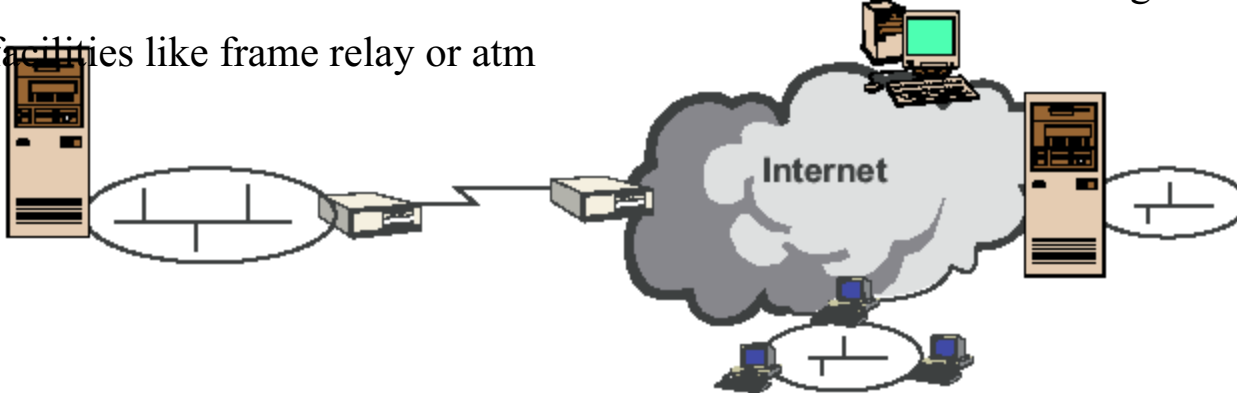
# Virtual Private Networks

Fred Baker

# What is a VPN



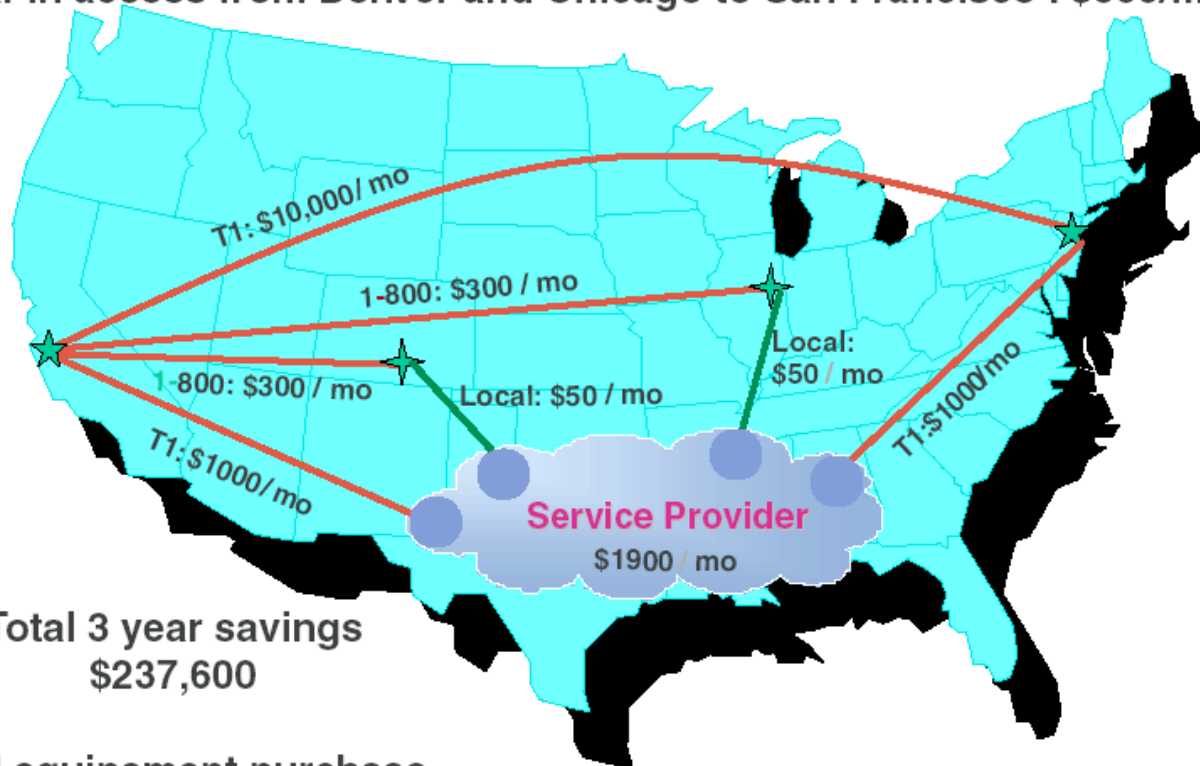
Public networks are used to move information between trusted network segments using shared facilities like frame relay or atm



A VIRTUAL Private Network replaces all of the above utilizing the public Internet  
Performance and availability depend on your ISP and the Internet

# Why?

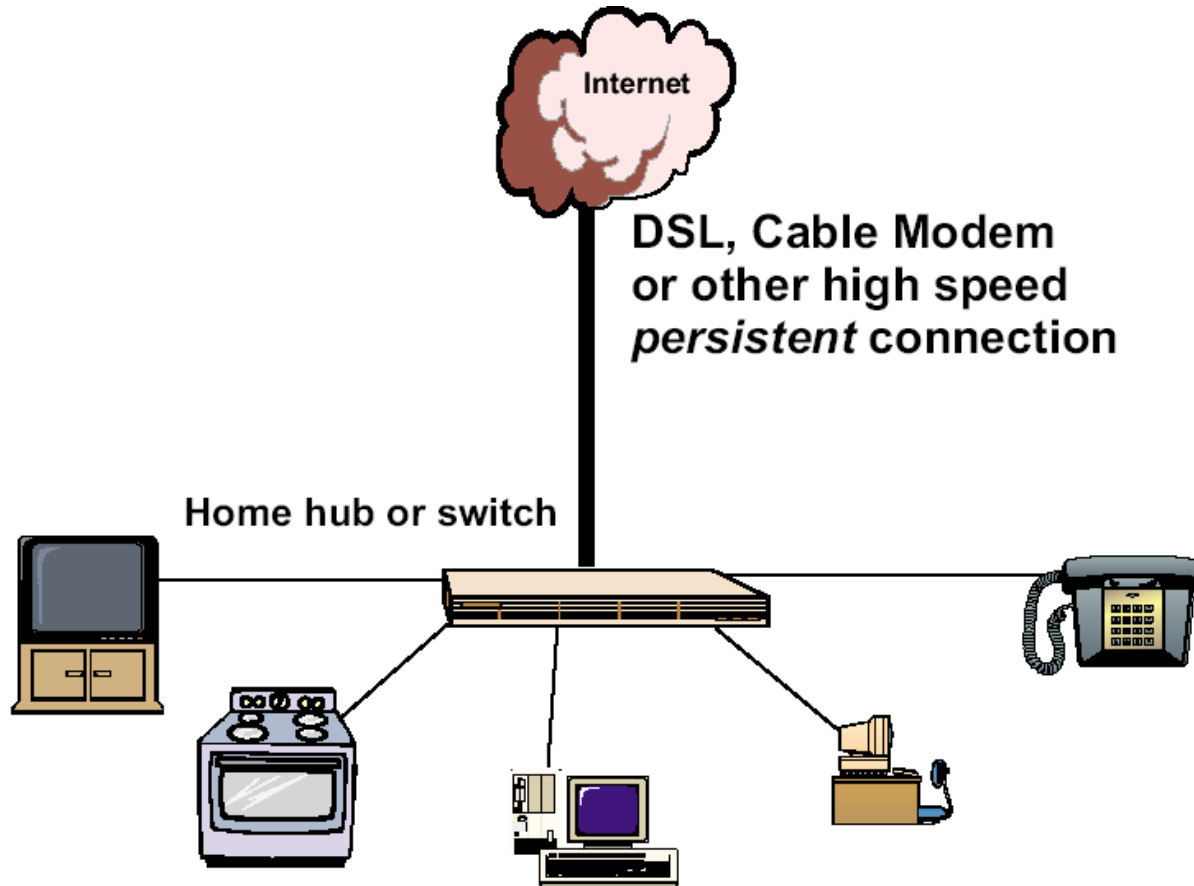
T1 connections between San Francisco and New York City : \$10,000/mo  
Dial-in access from Denver and Chicago to San Francisco : \$600/mo



Total 3 year savings  
\$237,600

VPN equipment purchase  
\$7,800

# HomeNet to the office.

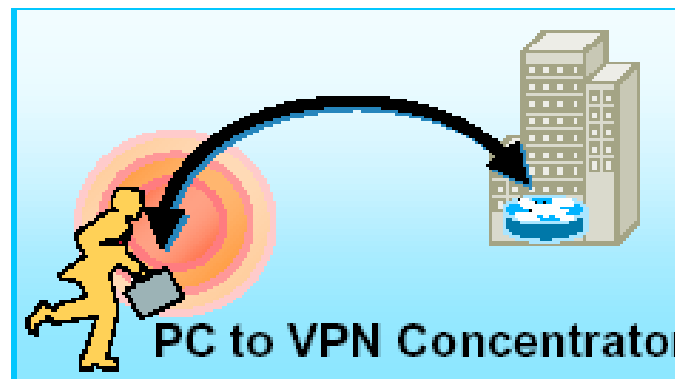
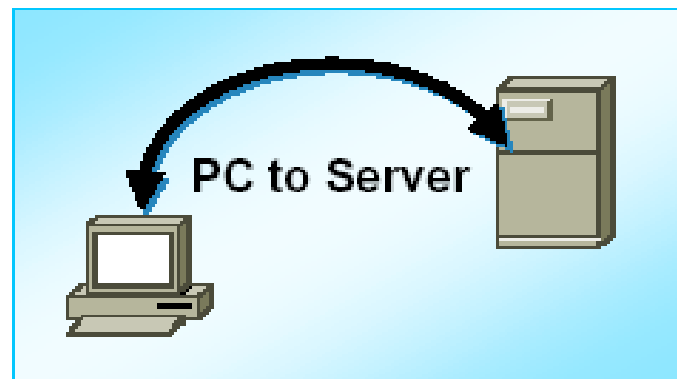
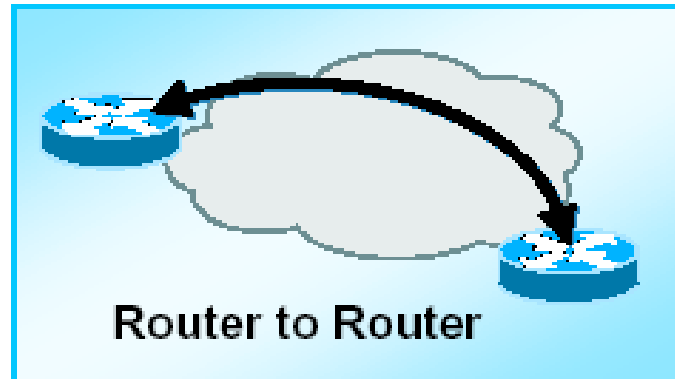
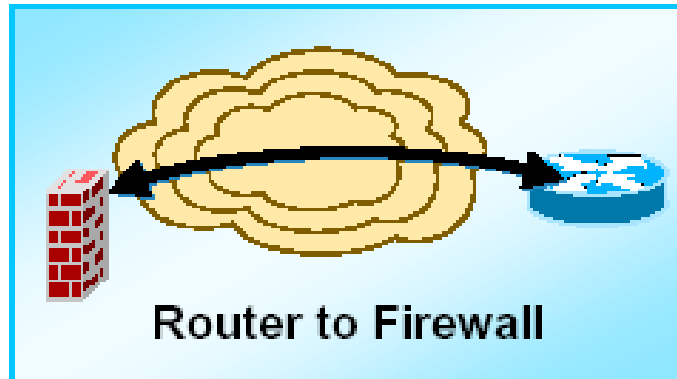


# VPN Types

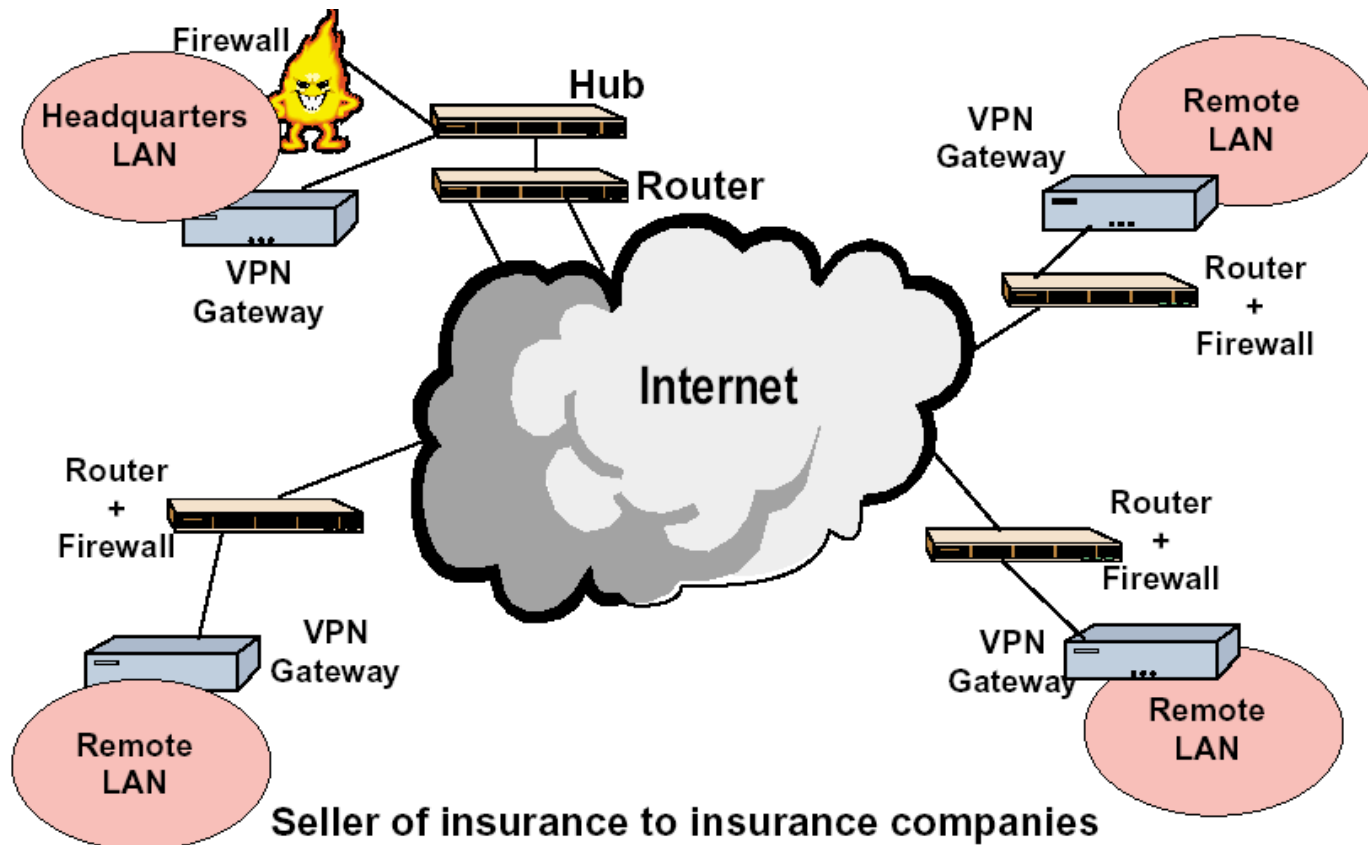
| Use               | Application                                | Alternative To      | Benefits                          |
|-------------------|--|---------------------|-----------------------------------|
| Remote Access VPN | Remote Connectivity                        | Dedicated Dial ISDN | Ubiquitous Access<br>Lower Cost   |
| Intranet VPN      | Site-to-Site Internal Connectivity         | Leased Line         | Extend Connectivity<br>Lower Cost |
| Extranet VPN      | Business-to-Business External Connectivity | Fax, Mail, EDI      | Facilitates E-Commerce            |

# VPN Implementations

## The Fundamental Building Block of VPNs!



# VPN as your Intranet



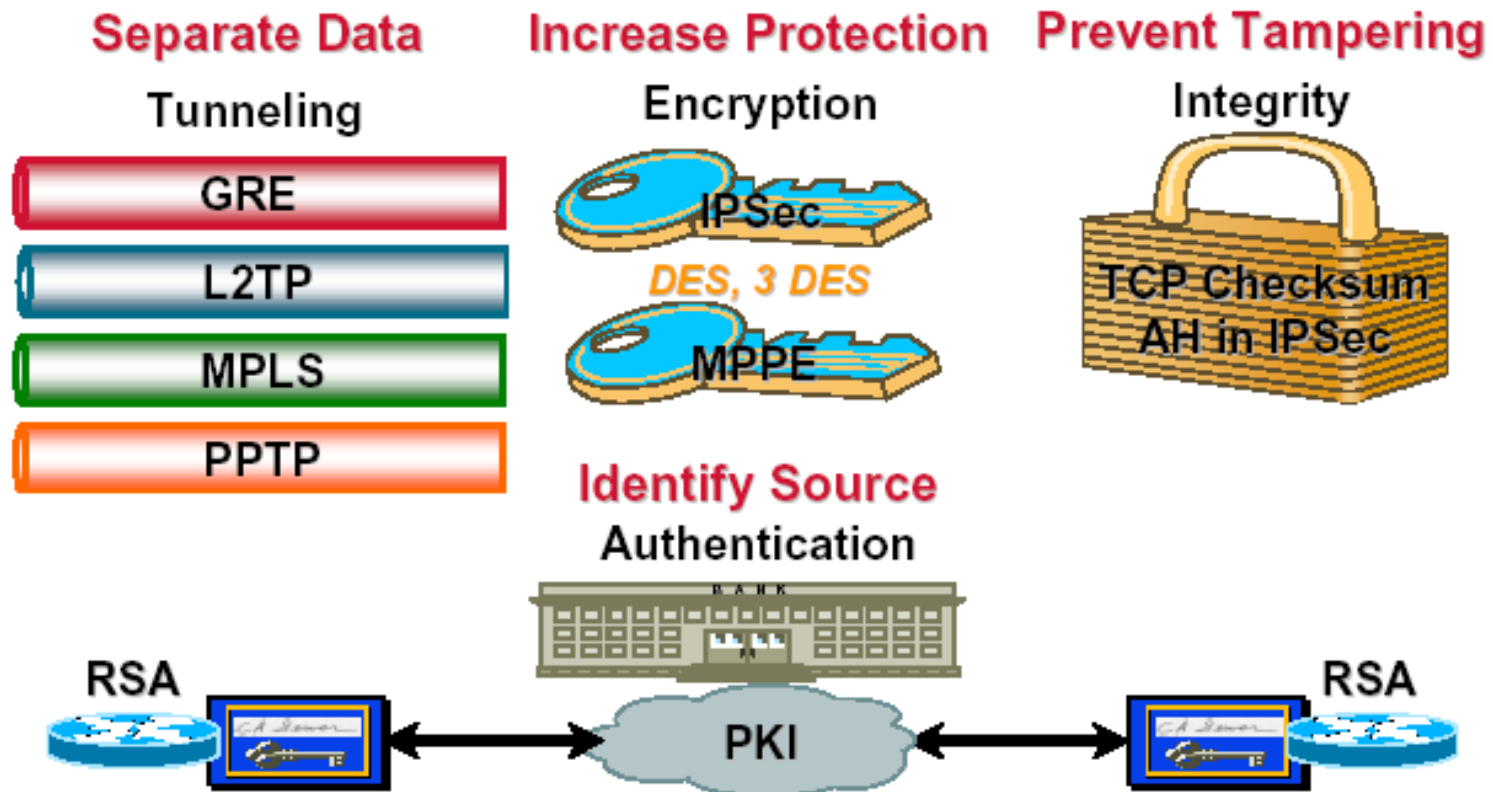
**Seller of insurance to insurance companies  
No legacy network allowed them to jump to VPN  
VPN gateway has combined encryption and authentication**

# What a VPN needs

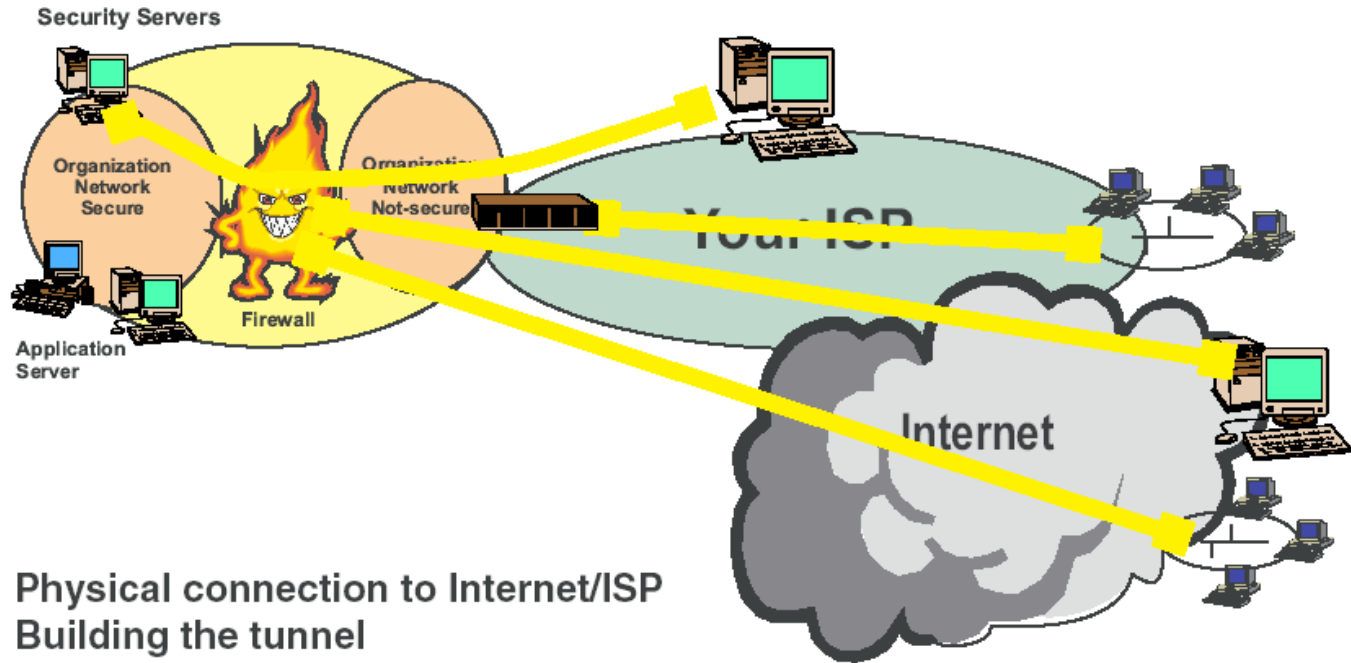
- VPNs must be encrypted
  - so no one can read it
- VPNs must be authenticated
- No one outside the VPN can alter the VPN
- All parties to the VPN must agree on the security properties



# VPN Components

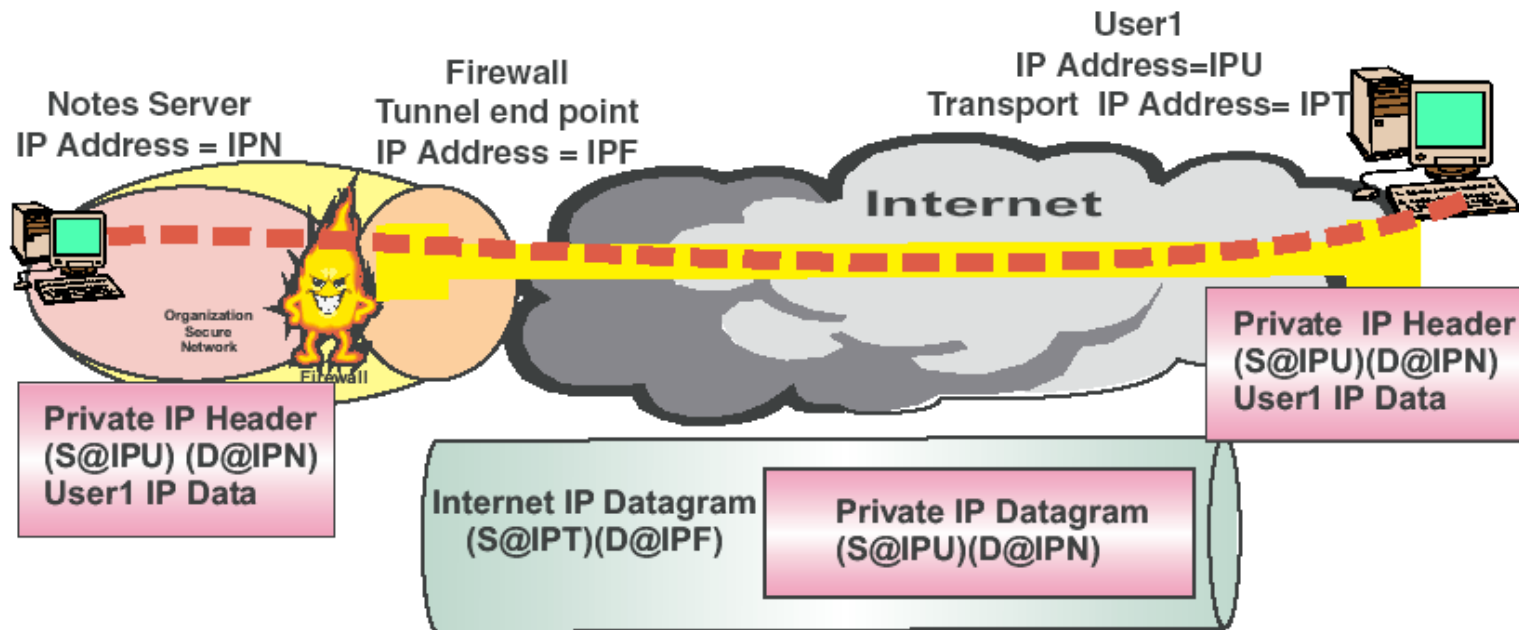


# Parts of a VPN



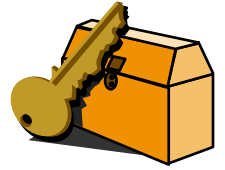
- Physical connection to Internet/ISP
- Building the tunnel
- Security servers
- Management
- Provisioning
- Quality of Service (QoS)

# VPN works via crypto/Encapsulation



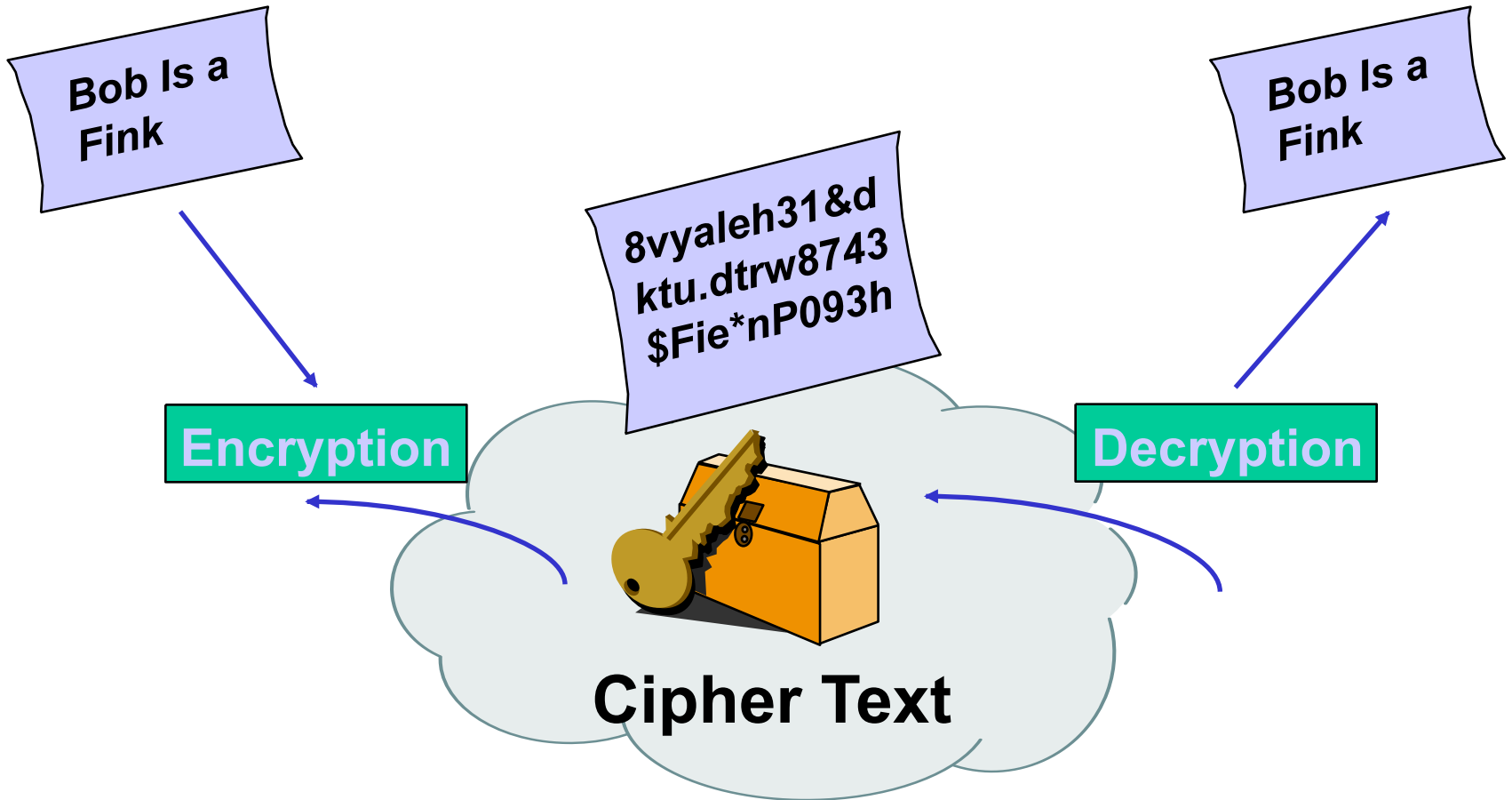
**Tunneling includes  
encapsulation  
transmission  
un-encapsulation**

# Encryption and Decryption

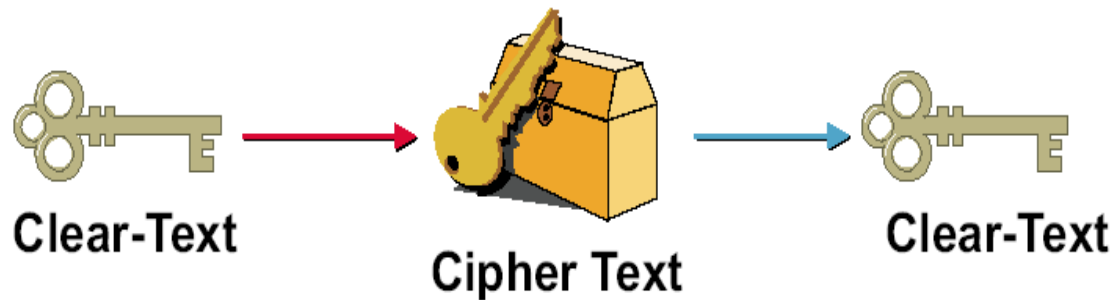


**Clear-Text**

**Clear-Text**



# Basic Crypto – Keys are key



## Components

- Keys
- Mathematical algorithms
- Message digest

## PKI

- Public Key Infrastructure

## Types

- Secret (symmetric)
- Public (asymmetric)

- International politics

# 2 Kinds Key Systems

## Secret Key - Symmetric

Same key used by  
sender and receiver

Key used to encrypt  
and decrypt data

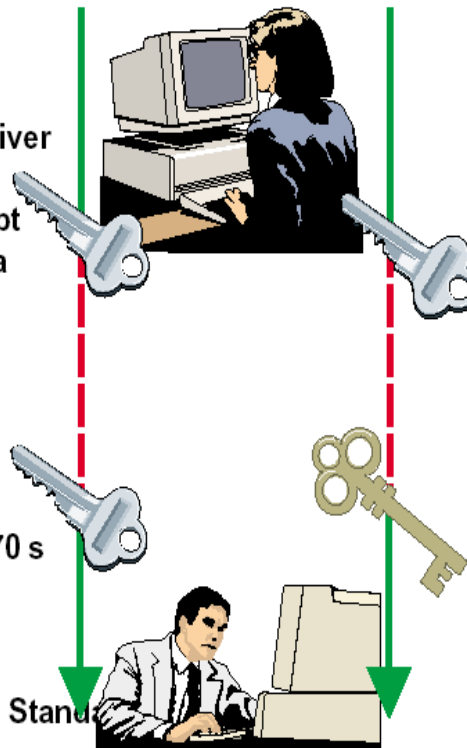
Rely on users to  
protect the key

Very fast

Used since the 1970 s

Most popular  
DES  
(Data Encryption Standard)

Most widely used today



## Public Key - Asymmetric

Two keys  
public and private

Public key known

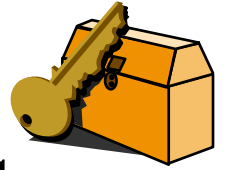
Private key kept  
confidential by owner

Slower than symmetric key

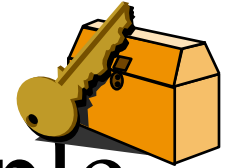
More complex  
- key distribution

Most popular  
RSA

# Symmetric Key Algorithms

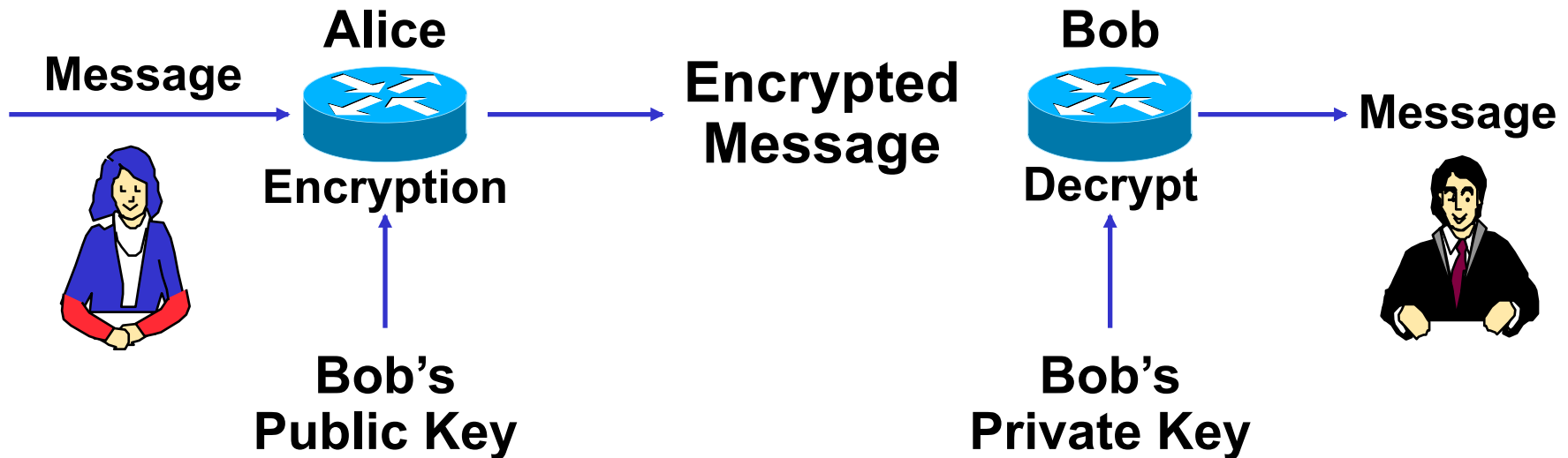


- DES—56-bit key
- Triple-DES—encrypt, decrypt, encrypt, using either two or three 56-bit keys
- IDEA—128-bit key
- Blowfish—variable-length key, up to 448 bits



# Public Key Encryption Example

- Alice wants to send Bob encrypted data
  - Alice gets Bob's public key
  - Alice encrypts the data with Bob's public key
  - Alice sends the encrypted data to Bob
- Bob decrypts the data with his private key

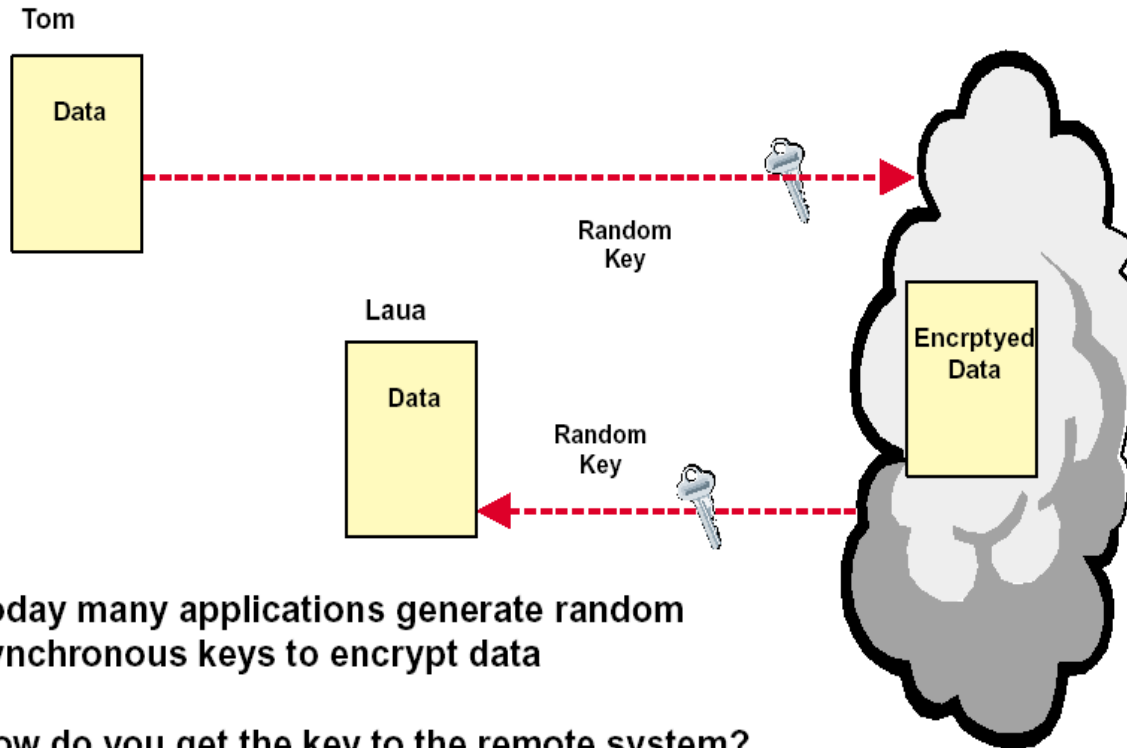




# PKI vs Symmetric Key

- PKI easier as you don't have to manage keys on a per user basis
- But MUCH more compute intensive (up to 1000 times faster)
- Many systems do a combination I.e. PGP
  - Use PKI to send a symmetric key
  - Then use the symmetric key to crypto the data

# Using Crypto in real life



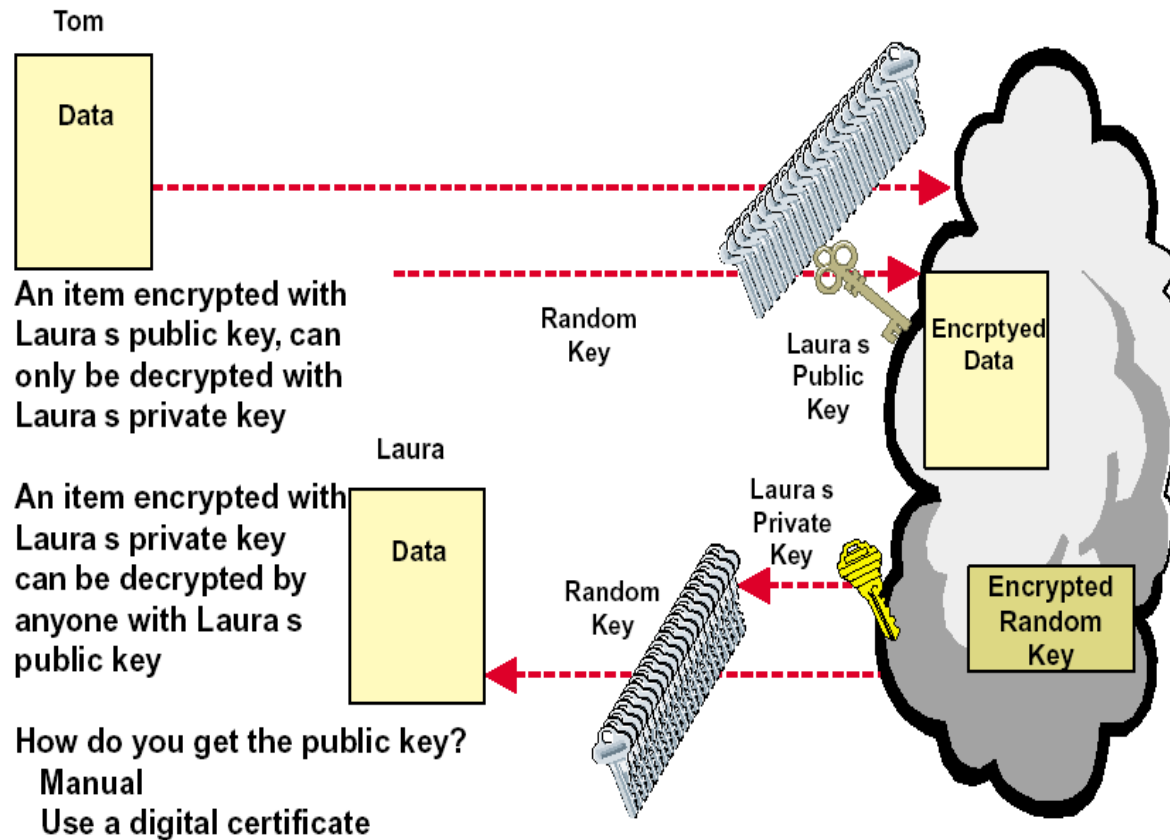
Today many applications generate random synchronous keys to encrypt data

How do you get the key to the remote system?

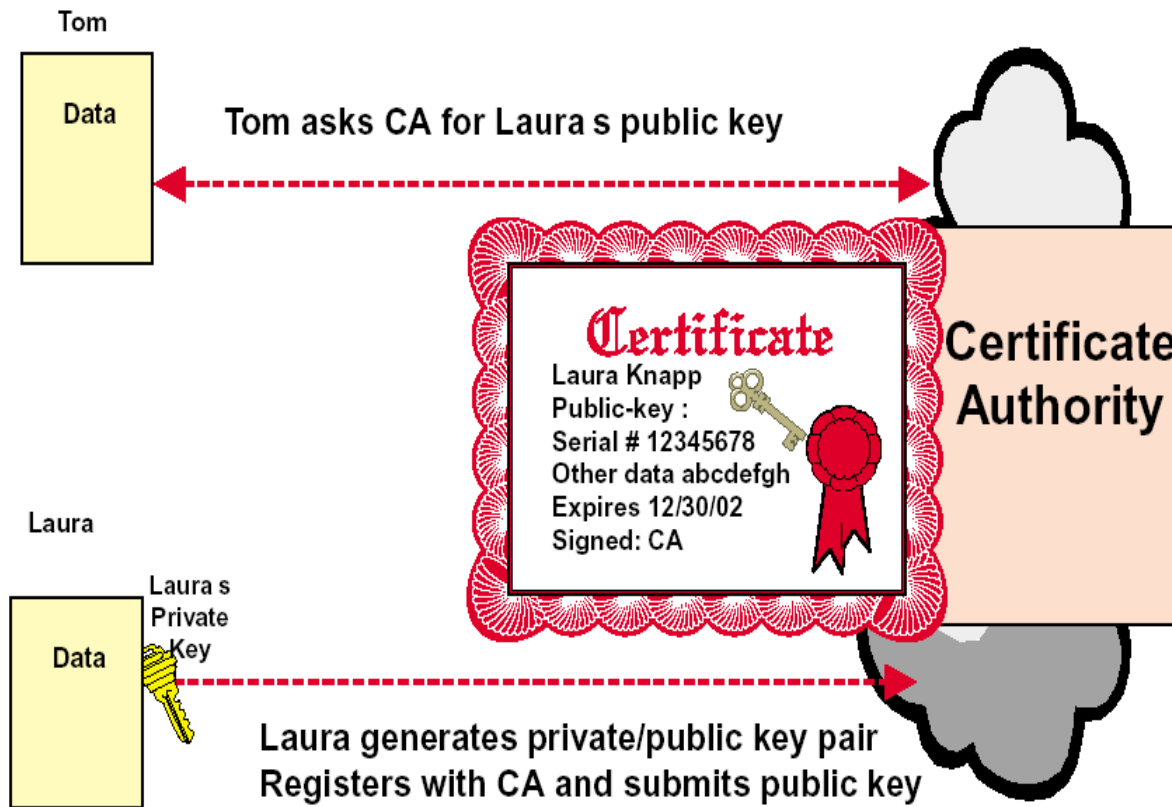
Manual

Using public/private keys

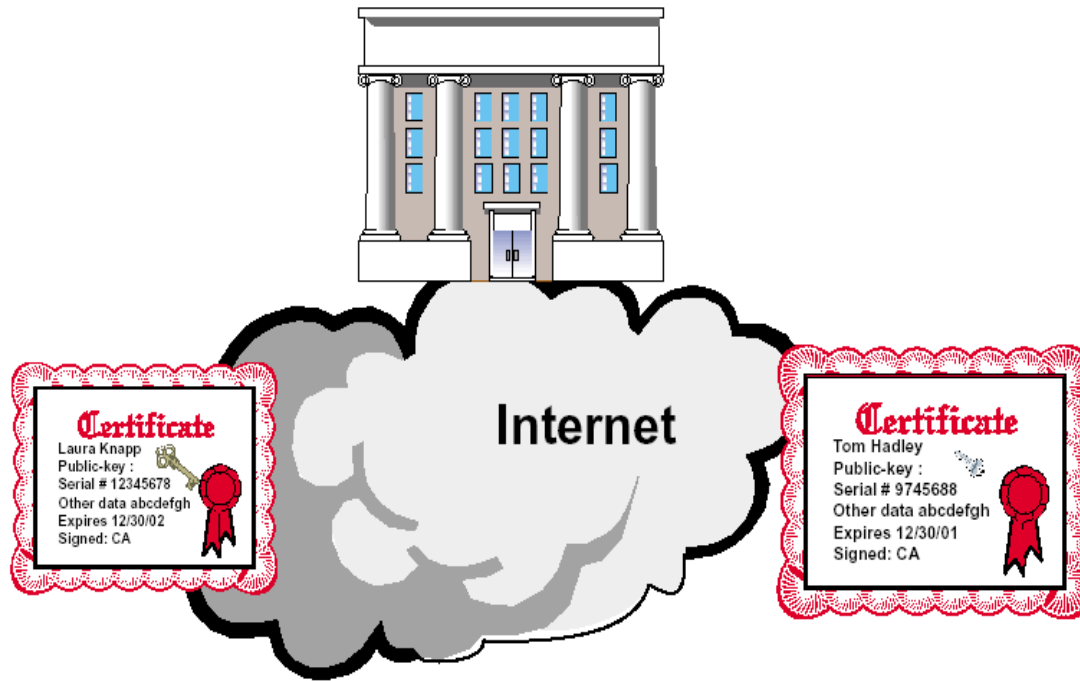
# PKI to send Private Keys



# PKI Certs a way to authenticate

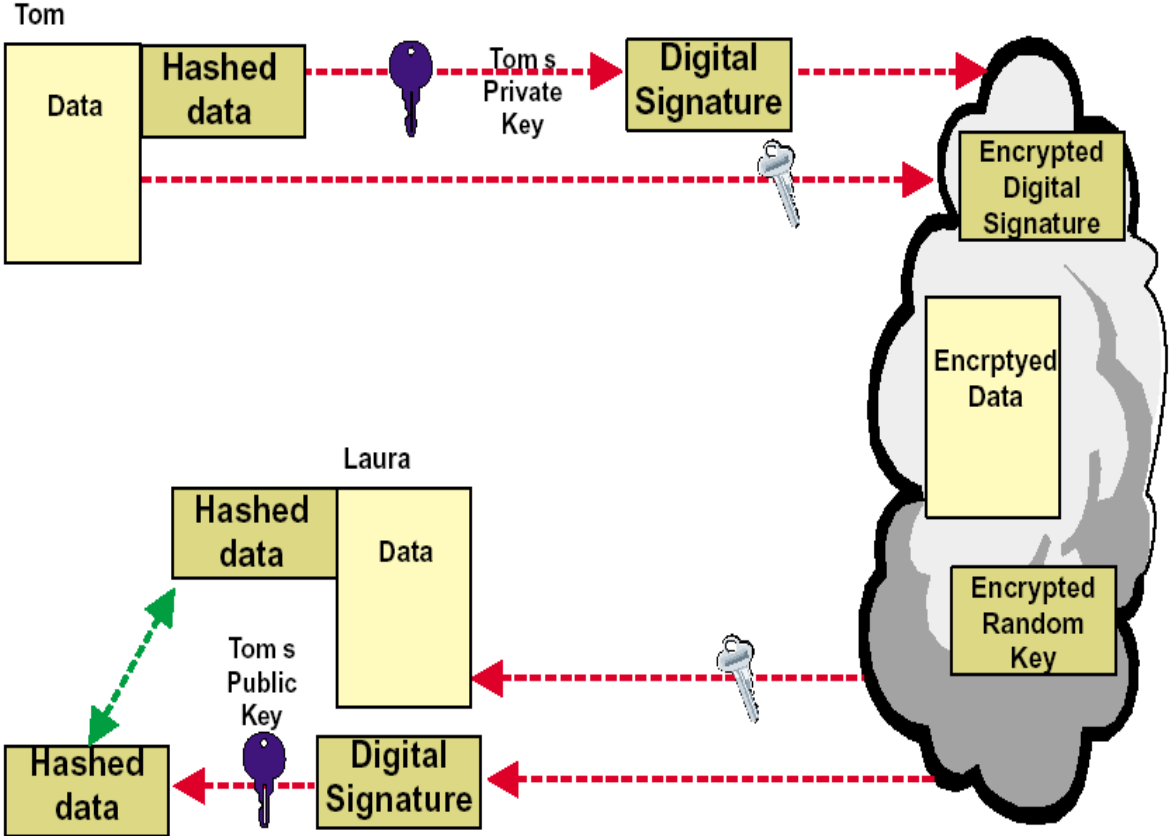


# Prove the user cert Certificates of authority

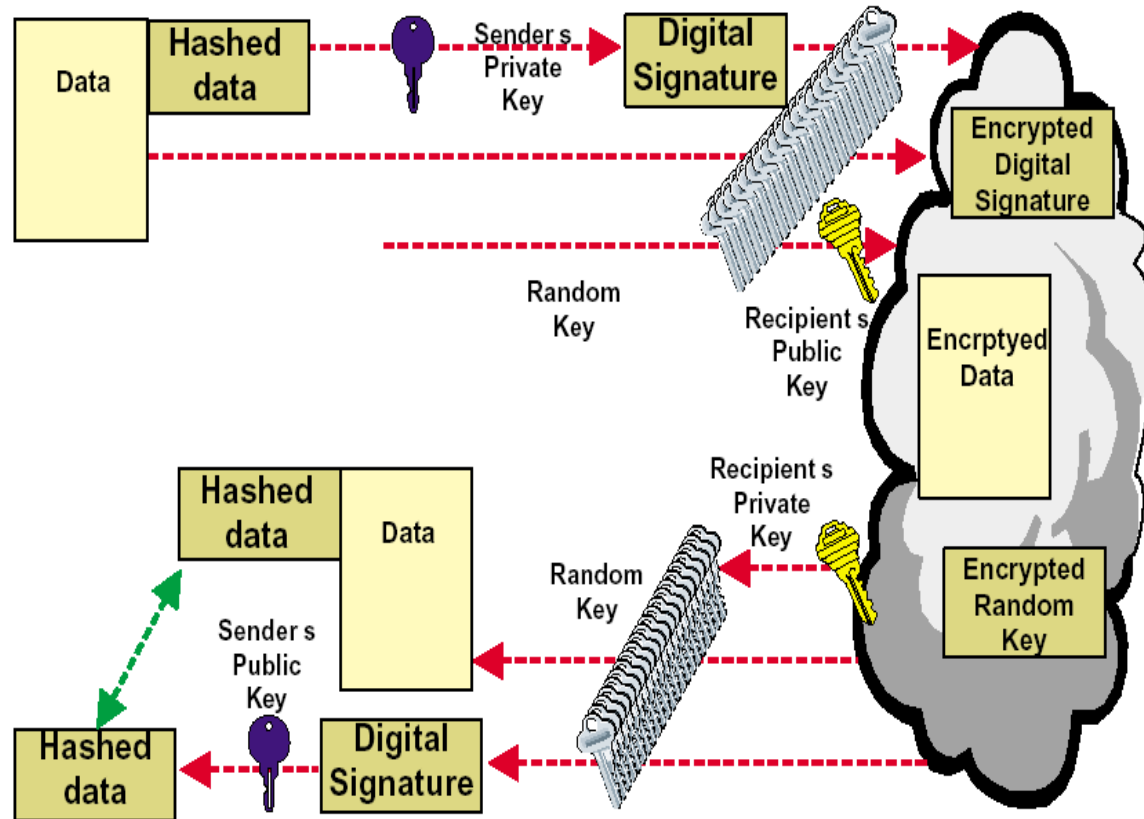


Certificate Authority (CA) verifies identity  
CA signs digital certificate containing public key  
Certificate equivalent to an ID card

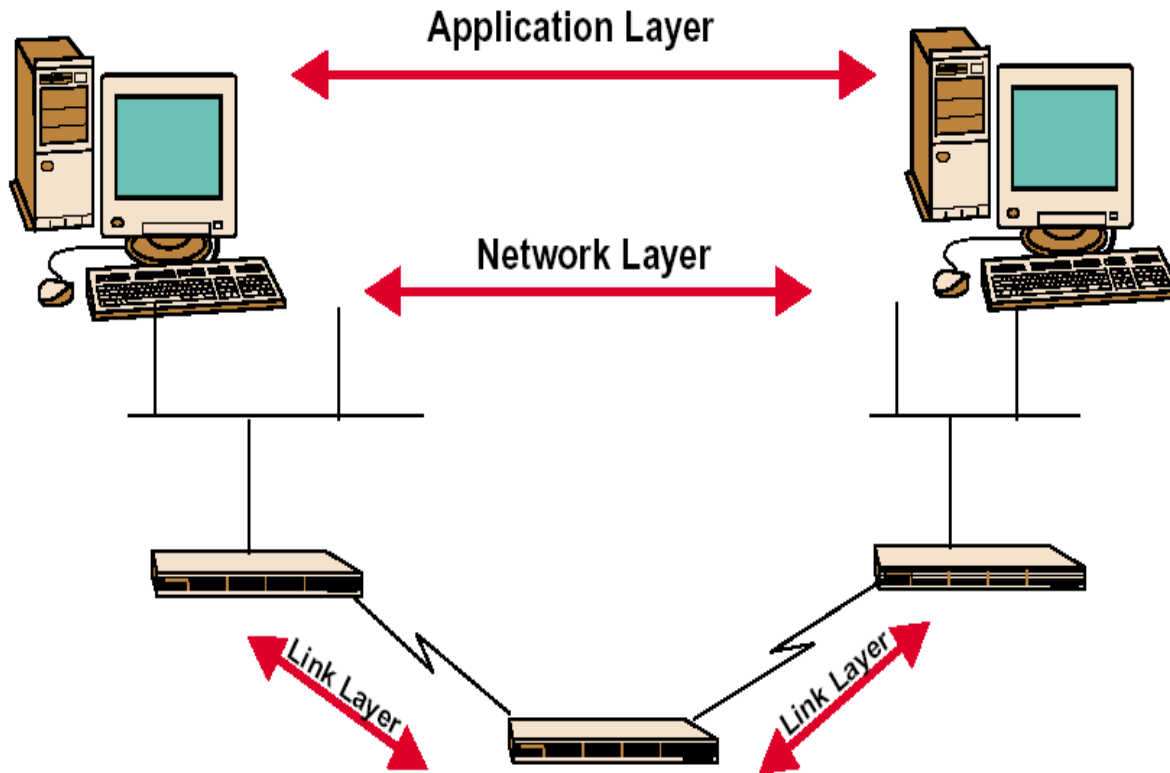
# Digital Signature to verify data not changed in transit



# PKI the full picture

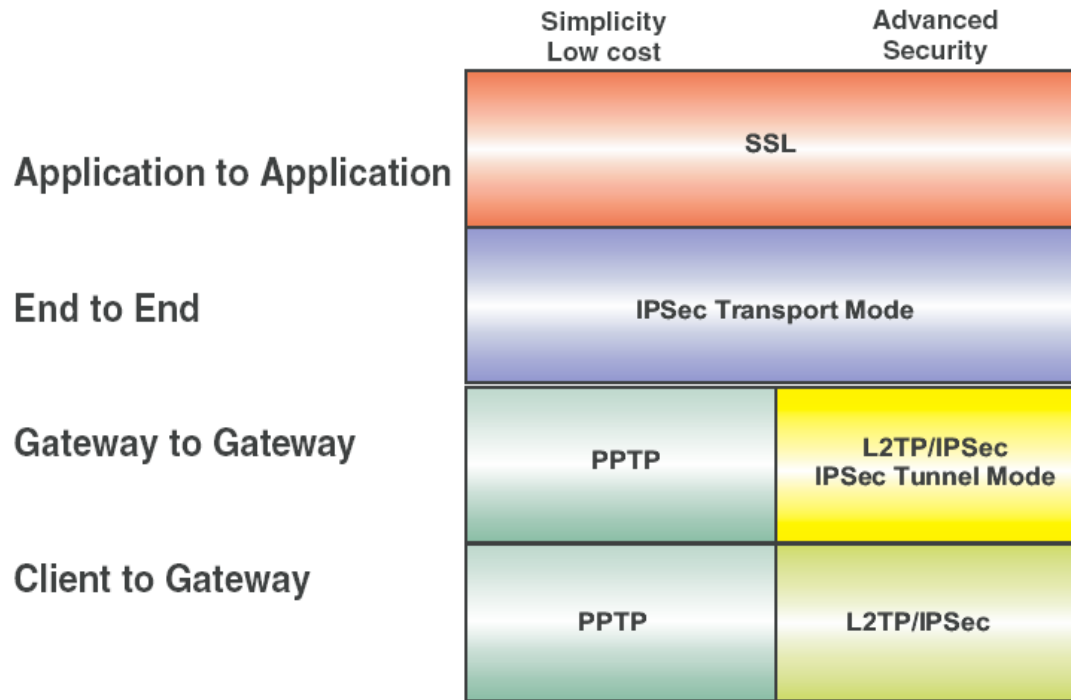


# Where you do Crypto





# Technologies



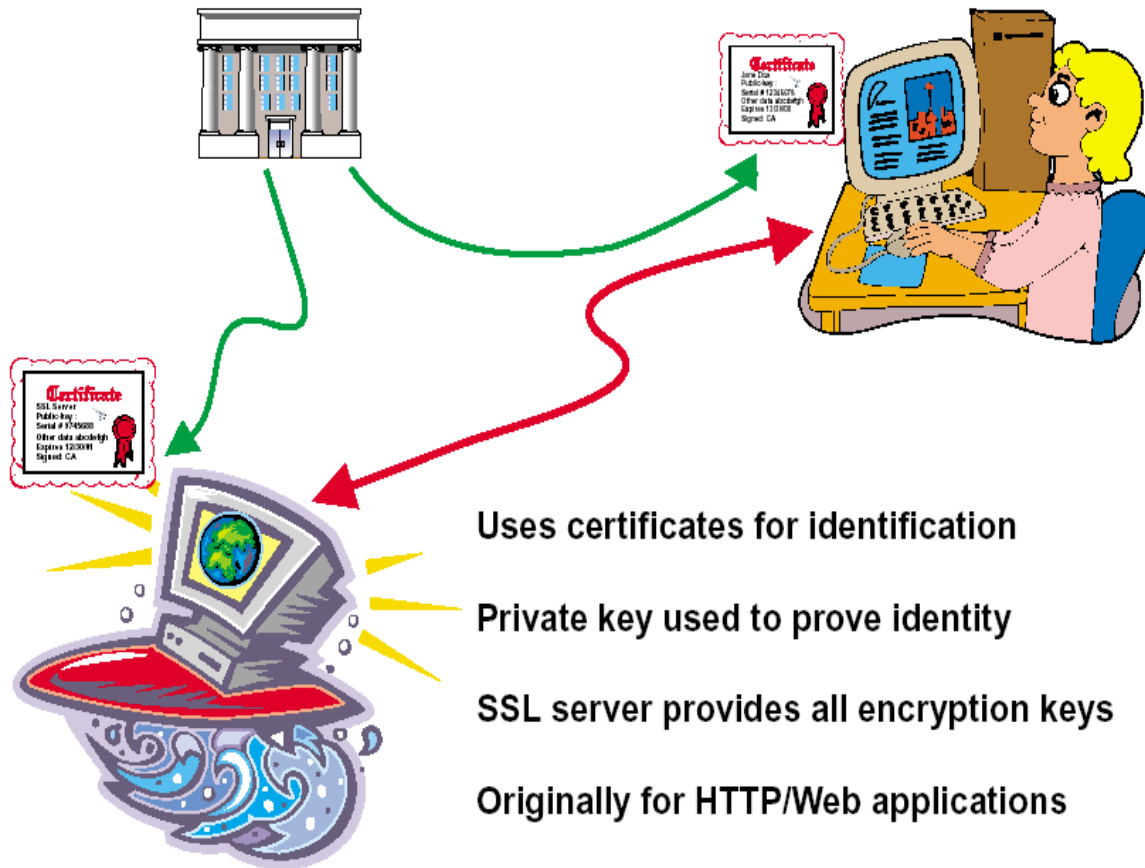
PPTP - Point to Point Tunneling Protocol - Layer 2 - Multiprotocol

L2TP/IPSec - Layer 2 Tunneling Protocol - Multiprotocol - Encryption and Authentication

IPSec - IP Security - Layer 3 - IP protocol - Encryption and Authentication

SSL - Secure Sockets Layer - Layer 6/7 - Application - Encryption and Authentication

# Application Layer: SSL

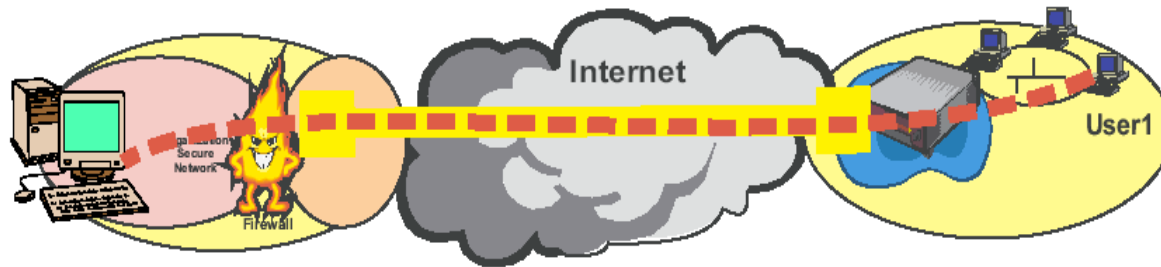


# Transport Layer: IPSEC

- A standard
- is composed of:
  - Diffie-Huffman key exchange
  - PKI for the DH exchanges
  - DES and other bulk encryption
  - Hash to authenticate packets
  - Digital Certificates to validate keys

# Transport Layer: IPSEC VPNs

3 parts



**Builds the tunnel**

**Integrated security technologies**

**ESP = Encapsulating Security Payloads - encrypts IP datagram**

**DES and 3DES are most common encryption mechanisms used**

**May provide confidentiality, authentication, integrity, non-repudiation,  
replay protection, and traffic analysis protection**

**Does everything AH does**

**AH = Authentication Header - validates sender and indicates data integrity**

**MD5 and SHA1 are most common authentication mechanisms used**

**Provides integrity and authentication but not confidentiality**

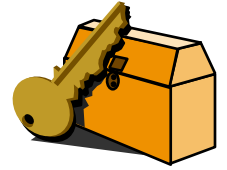
**IKE - Internet Key Exchange (aka:ISAKMP/Oakley) Protocol**

# Tunnel vs Transport

- Transport
  - Implemented by the end point systems
  - Real address to real address
  - Cannot ‘go through’ other networks
- Tunnel
  - Encapsulation of the original IP packet in another packet
  - Can ‘go through’ other networks
  - End systems need not support this
  - Often PC to a box on the ‘inside’



# Diffie-Hellman Key Exchange (1976)



- By openly exchanging non-secret numbers, two people can compute a unique shared secret number known only to them



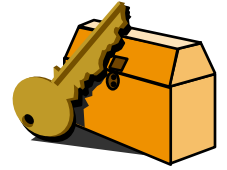
# Modular Exponentiation

Both **g** and **p** Are Shared and Well-Known

- Generator, **g**
- Modulus (prime), **p**
- $Y = g^x \bmod p$

$2^{237276162930753723} \bmod 79927397984597926572651$

# Diffie-Hellman



## Public Key Exchange

**Alice**

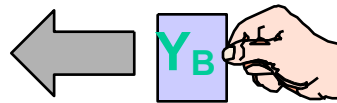
Private Value,  $X_A$   
Public Value,  $Y_A$

Private Value,  $X_B$   
Public Value,  $Y_B$

**Bob**

$$Y_A = g^{X_A} \text{ mod } p$$

$$Y_B = g^{X_B} \text{ mod } p$$

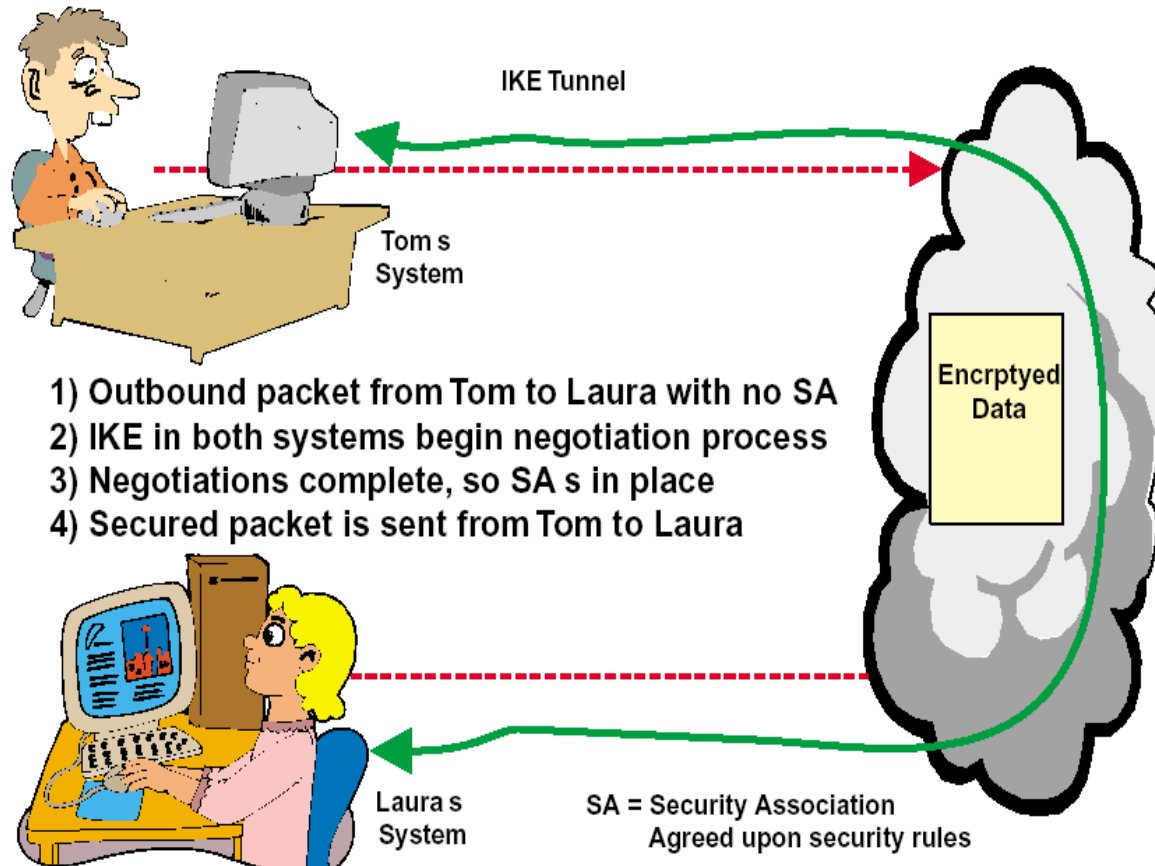


$$Y_B^{X_A} \text{ mod } p = g^{X_A X_B} \text{ mod } p = Y_A^{X_B} \text{ mod } p$$

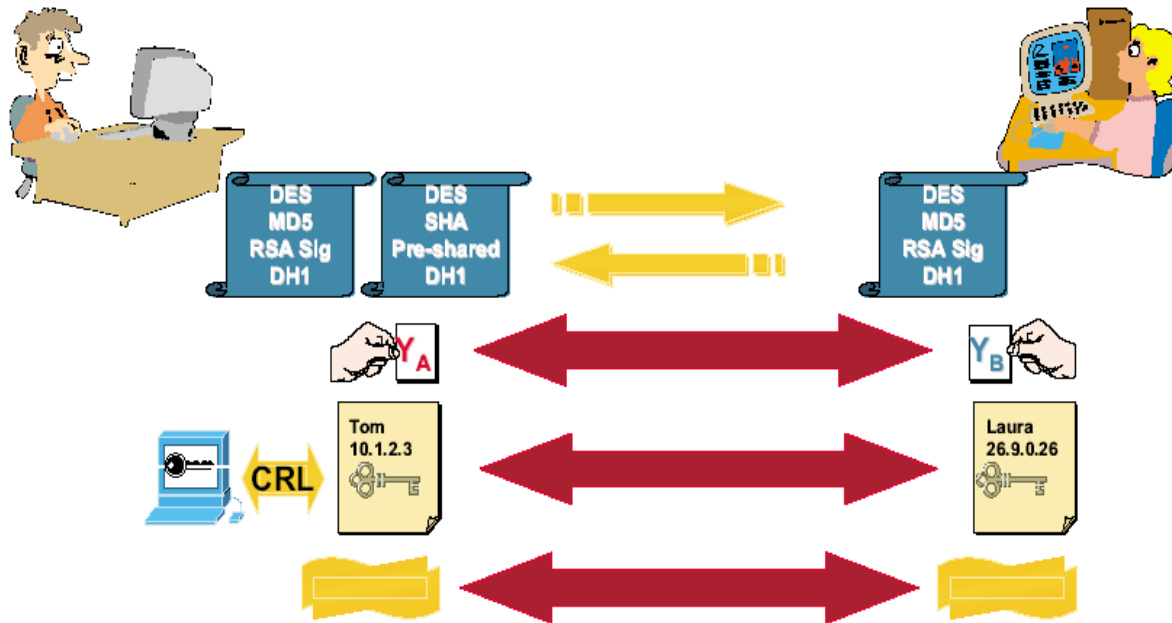
(shared secret)



# Security Association is the agreement on how to secure

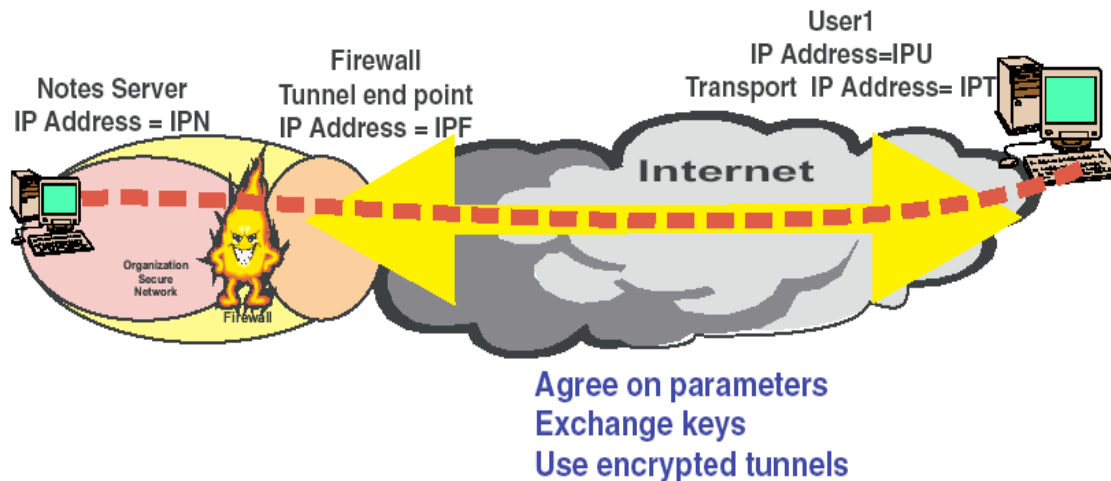


# create the ISAKMP SA (Internet Security Association Key Management Protocol)



Negotiate IKE parameters  
Exchange public keys  
Exchange certificates and check Certificate Revocation List (CRL)  
Exchange signed data for authentication

# IPSEC Key Exchange (IKE)



## Manual Key Management

Administrator sets up keys at both ends

Not scalable

## Automated Key Management

On-demand creation of keys

Complex to configure

Scalable

## Two parties negotiate

Encryption algorithm

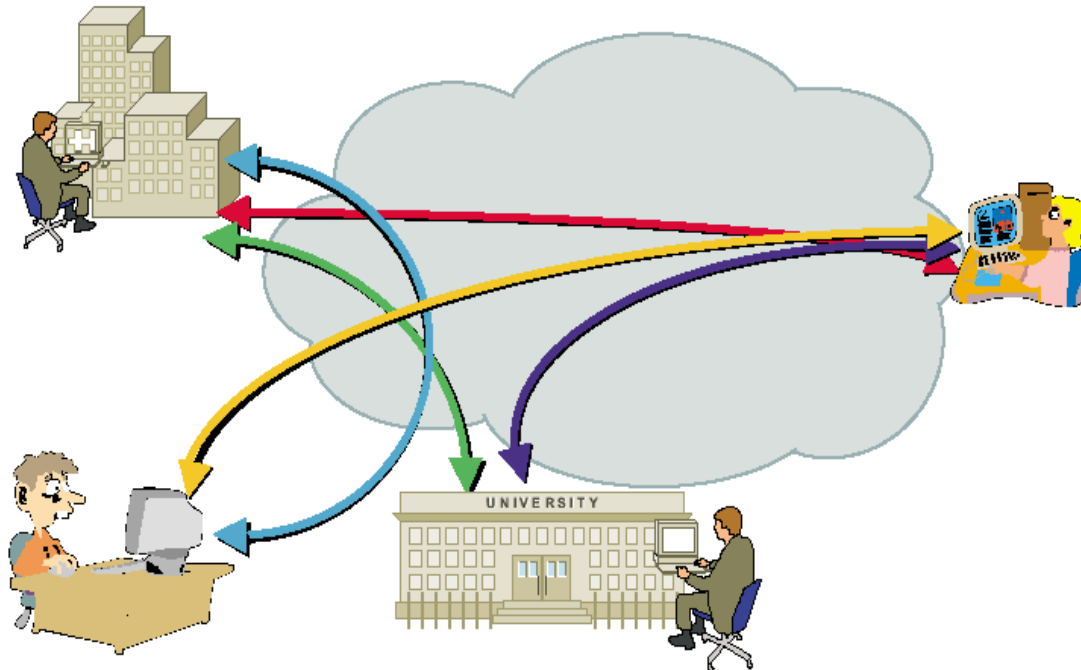
Hash digests

Authentication

Key strength

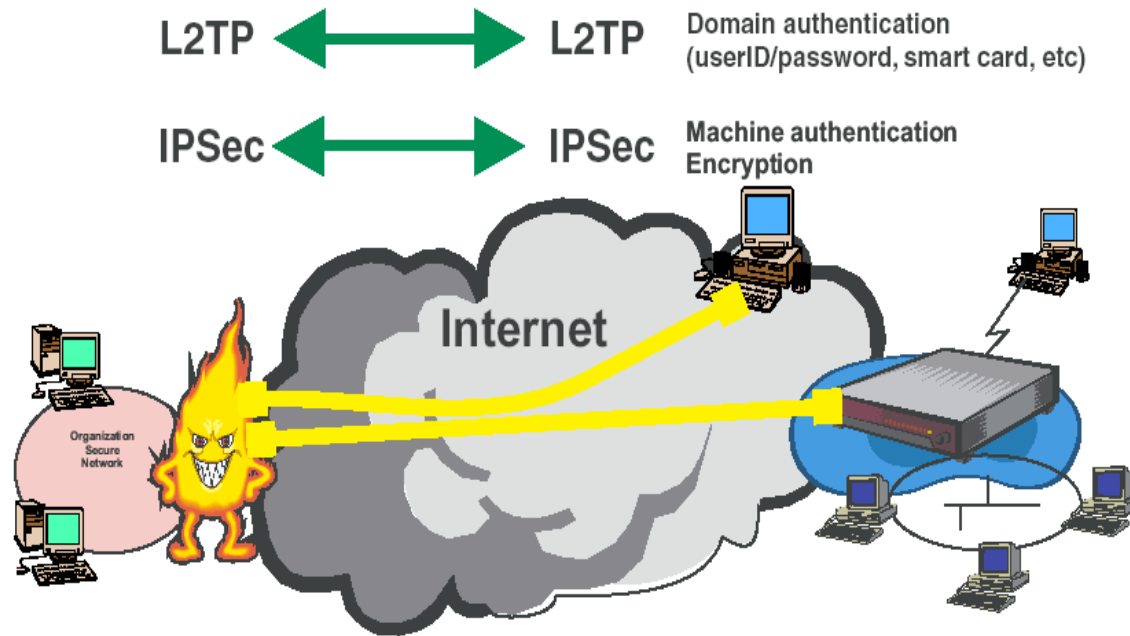
Security association lifetimes

# IKE allows scale as I do not need to hard code passwords for each pair



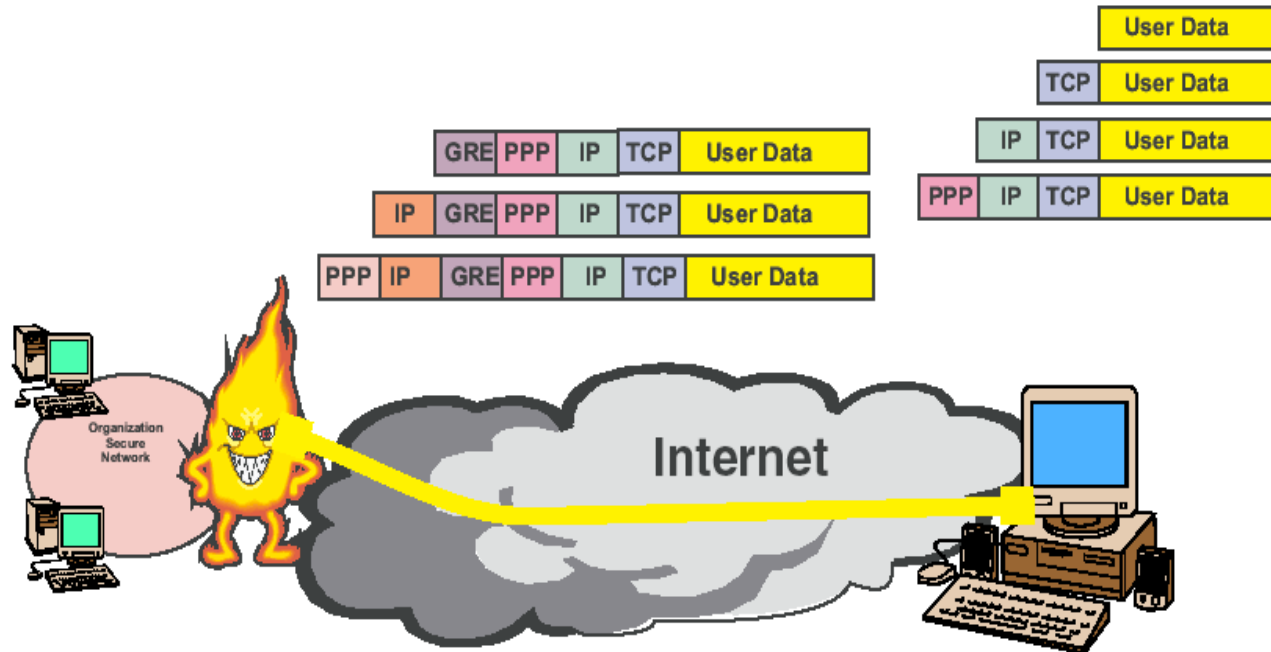
**Ensure confidential communications in an unsecured network  
Also known as the Key Management Nightmare !!!!!**

# Link Layer: L2TP for VPDN (Vir Pvt Dial Net)



IPsec IKE negotiation  
Establish IPsec ESP for L2TP UDP port 1701  
L2TP tunnel setup, management over IPsec  
User authentication to domain

# PPTP: Free from Microsoft



## PPTP

PPoE is Point-Point protocol over Ethernet

Single tunnel between end-points : single device support (GRE = generic routing encapsulation)

6 bytes of overhead when compression used

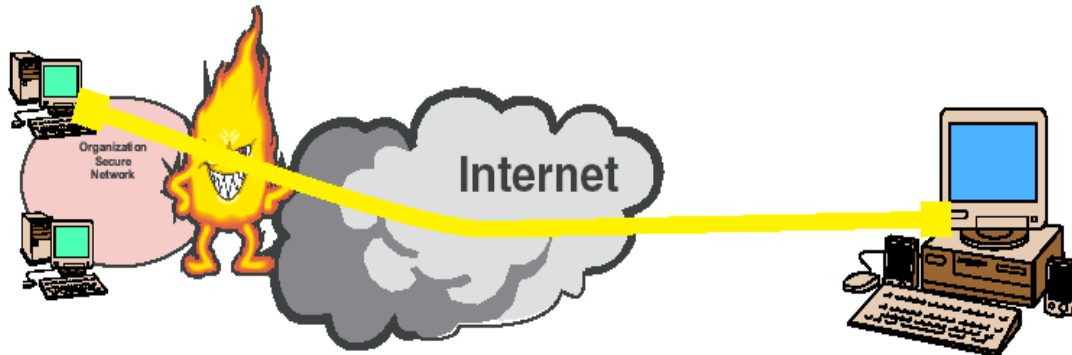
No tunnel authentication

With RADIUS server supports authentication and accounting

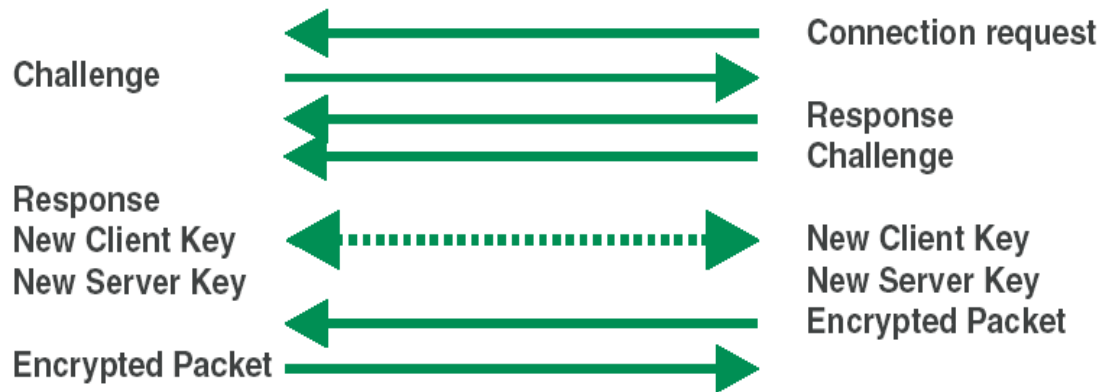
CHAP V2 fixes password, masquerading, and encryption weakness

40 or 128 bit RC4 packet encryption

# PPTP: Security



## CHAP V2 Authentication with 40 or 128 bit RC4 encryption

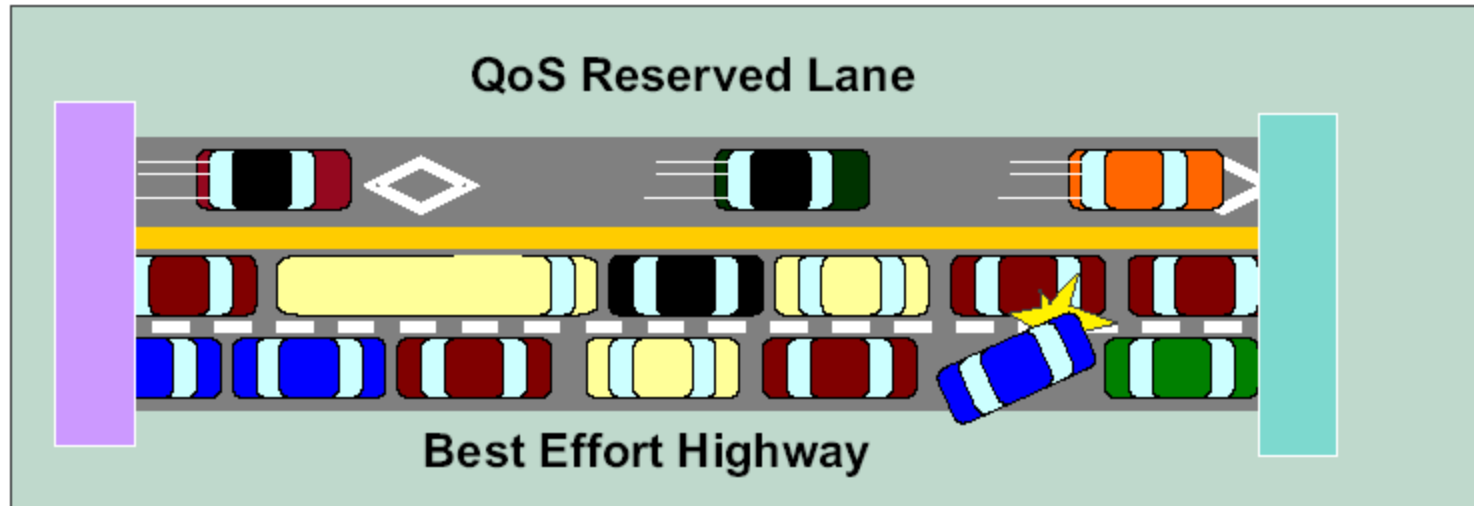


# VPN Comparisons

|                        | L2TP/IPSec  | IPSec     | PPTP          | SSL           |
|------------------------|---|-----------|---------------|---------------|
| Mode                   | Client/server                                     | Host-host | Client/server | Client/server |
| Layer                  | 2   | 3         | 2             | 7             |
| Protocols              | Multiprotocol                                     | IP        | Multiprotocol | IP            |
| Security               |   |           |               |               |
| User Authentication    | PKI   |           | PKI           | Log-in        |
| Machine Authentication |   | PKI       |               |               |
| Packet Authentication  |   | X         | X             |               |
| Packet Encryption      | DES, 3DES, PGP                                    | DES, 3DES | X             |               |
| Key Management         | IKE   | IKE       | PKI           | Private Key   |
|                        | <small>*Provided outside of specification</small> |           |               |               |

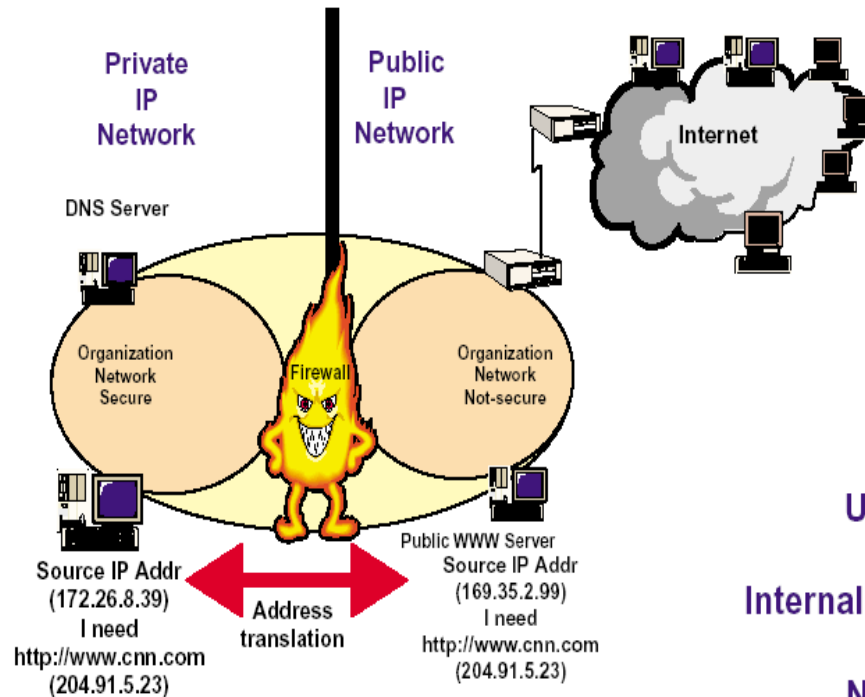


# So why have a private network: QoS not fully cooked



- Very dependent on your ISP
- Real hard to do across ISPs
- So no guarantee of performance

# Other Issues



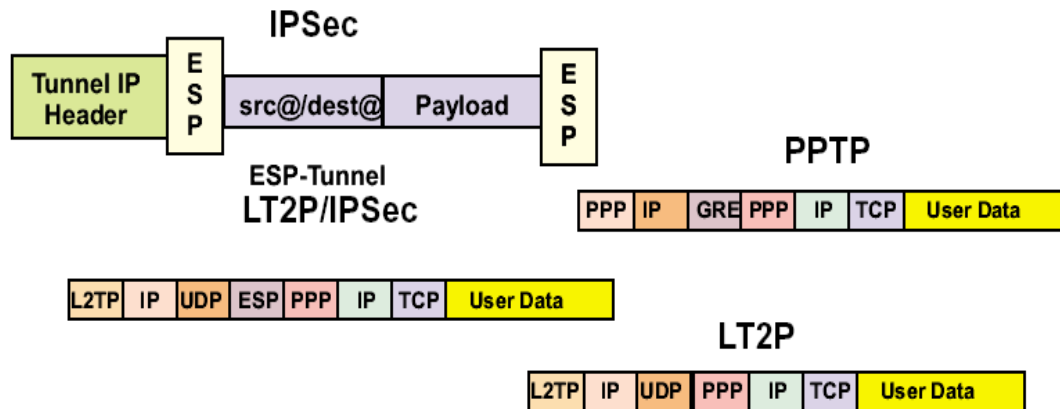
Use of NAT servers

Internal and external DNS

Newer applications

ISPs that change IP address in flight

# Like Nat



Can NAT work with all VPN protocols?

Need to access IP and TCP checksums, so these cannot be encrypted

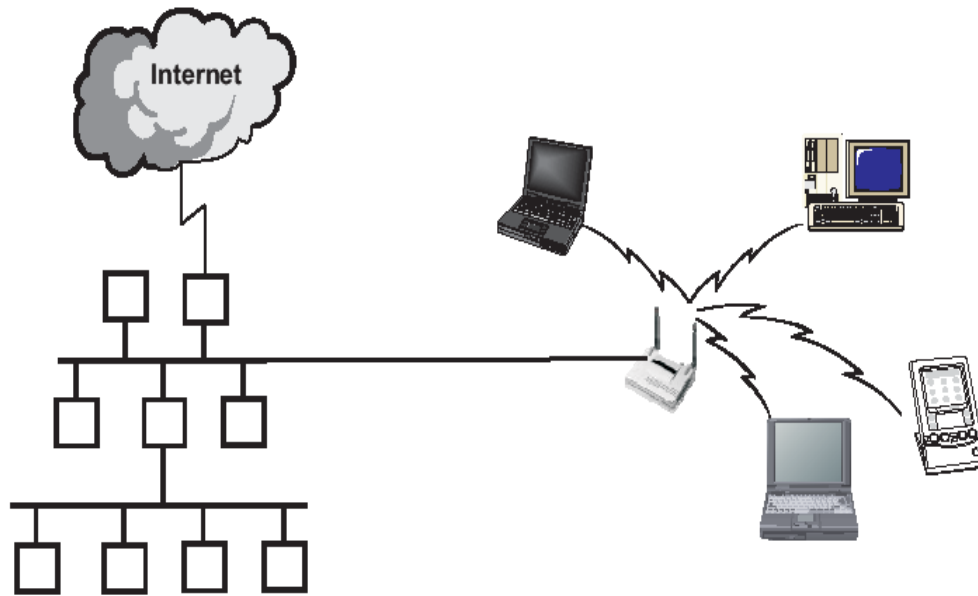
You lose end-end traceability

VPNs make NAT very complex and therefore a vulnerable part of your network

New solutions coming out of IETF to solve several of these issues  
Will your supplier support these.....and how fast!

---

# Wireless: a new big driver, WAS (Work At Starbucks)



**An access point (AP) is a shared device  
Remember the performance issues of shared hubs  
Bridges and other devices allow for interconnection  
Protocols and applications work seamlessly**

# Many security protocols, depends on deployer

SSID - Set Service ID

MAC ID - Media Access Control ID

WEP - Wired Equivalent Privacy

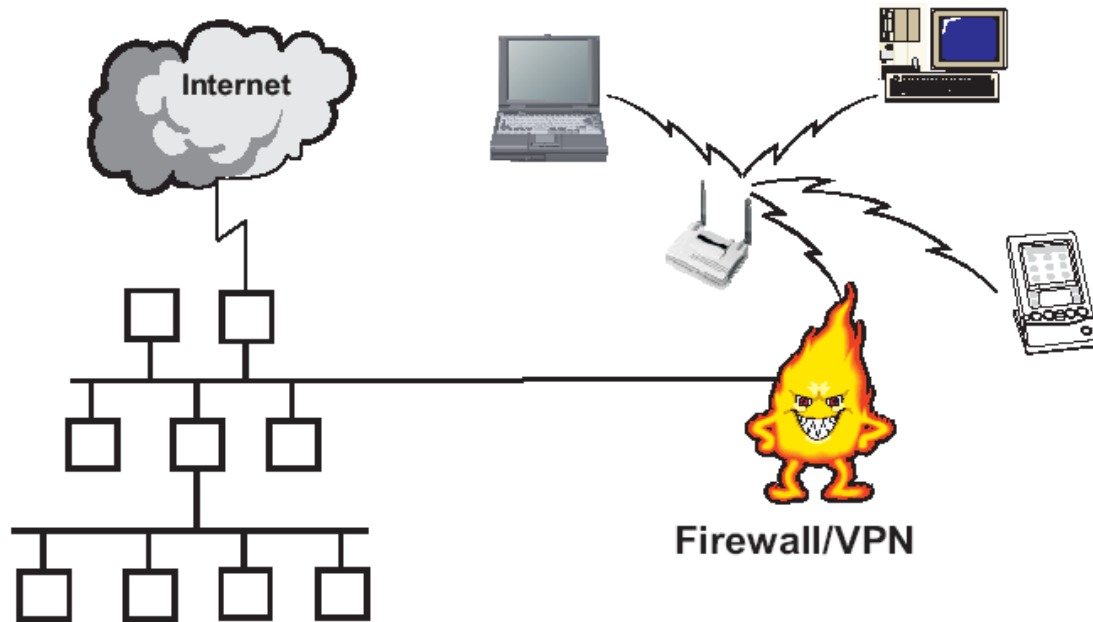
802.1x - IEEE 802.1x standard

VPNs - Virtual Private Networks

VLANs - Virtual Local Area Networks

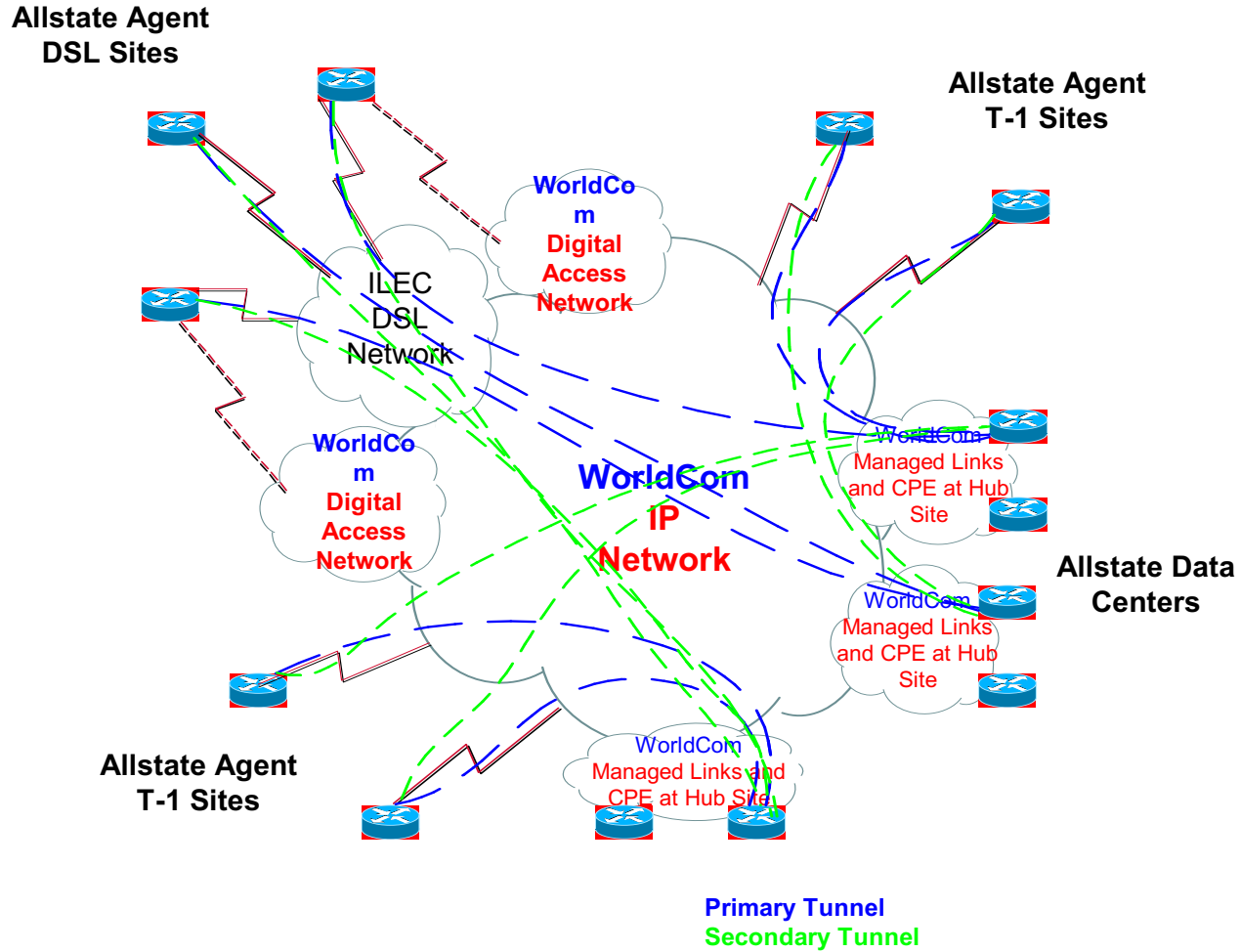


# VPN means I don't care how you connect



- Scalable authentication and encryption solution
- Requires end user configuration and VPN software
- Requires end user knowledge of VPN technology
- User re-authenticates if roaming

# Example



# So what could be wrong?

- VPN clients hit the network stack
- May not play well with personal firewalls
- Or other software
- May not need full access to the target network just encrypted access



# One answer: clientless VPN

- Use SSL as the transport protocol to an appliance
- Can add NT authentication to the appliance
- Clientless mode: Use web enabled applications over the Internet, the appliance SSLifies web sites
- Java Applet: Use an downloadable applet to send traffic over SSL, get more support for applications.
- Can work well if you want to have encrypted web based apps without redoing the application
  - to use SSL you need certs and have to change EVERY link to HTTPs
  - Also big hit on the server cpu

# Summary: VPNs

- Very big in the work access space
  - Exploit High speed
- Wireless
  - in the office
  - public ‘hot spots’ like Borders
- Replaces direct dial into the work network
- Replace dedicated Business partners
- May replace the corporate WAN