

## Newsletter

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## Improvements in CAPTCHA Technology

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User Friendly cartoonist demonstrates state-of-the-art CAPTCHA technology.

Editor's note: I think I know some sites already using this.

#### **More Information**

A CAPTCHA that Finally Defeats Spammers and their Bots!

## **Dangerous Cyber-Criminal Brought to Court**

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David C. Kernell, 20, of Knoxville, pleaded not guilty to breaking into the email account of US vice presidential candidate Sarah Palin. Although he turned himself in to the police, the Knoxville court apparently considered him so dangerous as to require restraint by handcuffs and leg shackles while in court. After entering his plea, the University of Tennessee economics student was released without posting bond, but forbidden from using the internet except to check email and do class work.

As reported last month, David is the son of Democratic state Representative Mike Kernell, from Tennessee, making the case highly sensitive in the run-up to an American election. There is also the possibility that Governor Palin was using the private email account to conduct official state business, potentially violating open government laws requiring communications be carried out on state-issued accounts.

#### **More Information**

Son of state lawmaker charged with Palin email hack

### Symantec Buys MessageLabs

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Symantec has announced that it is buying MessageLabs, well\_known for its email security service, for approximately US\$695. Symantec claims that MessageLabs is the number-one provider of online messaging security worldwide with more than eight million end users and more than 19,000 clients ranging from small business to Fortune 500 companies. Symantec will capitalise on cross-selling and up-selling its existing SaaS offerings of backup, storage and online remote access to the MessageLabs customers.

#### **More Information**

Symantec to Extend Online Services with Acquisition of MessageLabs Symantec swoops on Messagelabs

# Hong Kong Facebook Users Targetted in Social Engineering Attack

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Anti-Virus developers F-Secure <u>report</u> that Facebook is being used to distribute malware, particularly among Hong Kong users. Victims receive message on Facebook from a "friend" inviting them to visit a hi5.com site to view a video. Attempting to start the video produces a message that the victim should update their Adobe Flash Player by downloading a file. Naturally, the file is malware, in one case Net-Worm.Win32.Koobface.bp, but that might vary. Users might be more trusting, as the initial message appears to come from a 'friend'.

In general, software like the <u>Adobe</u> Flash Player should only be updated from the developer's site. Preferably, the identity of the site should be verified, e.g., by checking the SSL certificate details

#### **More Information**

Surge in Facebook Malware

## Mikko Hyppönen calls for the establishment of 'Internetpol' to tackle organized crime on the Web

<web-link for this article>

F-Secure's quarterly security wrap-up highlights the challenge of bringing cyber criminals to justice by examining several high profile cases which have been in the news recently.

Jeremy Jaynes, a prolific spammer in the United States, has had his conviction overturned by the Virginia Supreme Court following a ruling that the state Anti-Spam Law violated the First Amendment to the Constitution concerning the right to free and anonymous speech. In New Zealand, a teenage author of banking Trojans which earned millions of dollars for a criminal gang, walked free from a court despite pleading guilty. Meanwhile, the Attorney General's Office in Washington, United States, and Microsoft Corporation have announced that they are filing lawsuits against the purveyors of rogue security applications attempting to scare Internet users into buying worthless products.

As the courts and law enforcement struggle to stem the mounting Internet crime wave, Mikko Hyppönen F-Secure's Chief Research Officer says: "The Internet has no borders and online crime is almost always international, yet local police authorities often have limited resources for investigations. We should consider the creation of an online version of Interpol - 'Internetpol' - that is specifically tasked with targeting and investigating the top of the crimeware food chain."

#### **More Information**

F-Secure's Mikko Hyppönen calls for establishment of 'Internetpol'

## Why Should the Government Curtail Free Speech When ISPs Will Do It?

<web-link for this article>

Allan Dyer

Recently I decided to renew Yui Kee's internet service agreements. During the process I found that Pacnet (formerly Pacific Internet, before that Hong Kong Supernet, probably the first ISP in Hong Kong) had updated their Terms and Conditions, and the changes were undesirable. Some clauses appear to unduly restrict free speech of a political or religious nature. I have tried to discuss the problems with Pacnet, but they have steadfastly refused to even explain their intentions. This is unfortunate, because, as I interpret the new Terms and Conditions, this article would be prohibited, if they applied. However, as I am refusing to agree to the new Terms and Conditions, I do not think that Pacnet can terminate my current contract for this reason.

The Government in Hong Kong is currently conducting a <u>public consultation</u> on the Control of Obscene and Indecent Articles Ordinance (COIAO), and some of the discussion forum users are worried that the Government will tighten statutory control on the Internet, which may hamper the free flow of information on the Net. Why should people worry about the possibility of the Government curtailing free speech on the internet in the future when an ISP is already doing it now?

So, what are the terms and conditions I think are, at best, poorly thought-out? Some affect all users, others are particularly a concern for information security companies, like Yui Kee.

#### **General Terms and Conditions**

Pacnet's General Terms and Conditions are on their website, these clauses have problems:

- Clause 7.9.5: no part of the Subscriber Content or the Subscriber Service or the Subscriber Website denounces or will denounce religious or political beliefs; appears to be a direct attack on free speech. If you prohibit denouncements, then you are implicitly declaring there to be only ONE TRUE point of view. In fact, many religions inherently denounce other religions (e.g. "there is no God but Allah", "none shall come to the Father except through me"). In this regard, there are at least two political denouncements on this website:
  - The conference paper <u>"Is Hong Kong's new Anti-Spam Law Effective?"</u> is a criticism of Government Policy, and therefore a political denouncement.
  - This article criticises Pacnet for a detrimental effect on Free Speech in Hong Kong, Free Speech is a political issue, therefore this article is a political denouncement.
- Clause 7.9.7: the Subscriber Content and the Subscriber Equipment (if applicable) shall be free from viruses, worms, Trojan horses, and other malicious code; is a problem for information security companies that may keep (in a safe form) or use (in a controlled environment) malware. Pacnet has not clarified what "Subscriber Equipment" might cover. Depending on how Pacnet defines "Subscriber Content", it may also be a problem for any subscriber that needs to submit a sample of malware to an information security company, as discussed in our old press release: Yui Kee Warns: CPCNet Puts Customers At Risk; OFTA Adopts a "Hands Off" Position
- Pacnet is also keen to give themselves maximum rights to use (or abuse) their customer's information, in clause 7.14: The Subscriber authorizes Pacnet or grants Pacnet the consent to use any of the Subscriber's information or personal data as defined in the Personal Data (Privacy) Ordinance (Cap.486) for the purpose of processing the registration and for the provision of the Services and any other services provided by

Pacnet for the time being (if any). The Subscriber also authorizes Pacnet to transfer such information to any Group Companies and any agent, contractor or third party service provider for the purposes of credit verification, administration, marketing promotions, data processing, customer services or otherwise to perform its obligations or enforce its rights under this Agreement, or for any other purpose incidental to or in contemplation thereof.

- Clause 9: Intellectual Property The Subscriber warrants that it holds all necessary or desirable rights, licences and other permissions in respect of all contents which it uploads to the Internet. The Subscriber hereby grants to Pacnet a non-exclusive and royalty free licence for the term of this Agreement to reproduce, publish, copy, transmit and otherwise use such contents for the purpose of providing the Services. is too vague to be useful. In particular, what does "upload to the Internet" mean? If I use a VPN tunnel to upload a copyright file to a third party computer, does that grant Pacnet a license?
- Clause 20 concerns amendments to the agreement, saying, in part: For the purposes of this Clause, publication or posting of such amendments or variations on Pacnet's Website or by e-mail to the Subscriber shall constitute written notice. A particular problem to note here is that there is no obvious link from the Pacnet website to the URL of the General Terms and Conditions (that is http://corporate.pacific.net.hk/en/terms/general\_tc\_v3.php), and Google is also not aware of any link, at the time of writing. Is an unlinked page on a website "published"?

The General Terms and Conditions make reference in several places to an "Email Acceptable Use Policy" and a "Security Policy", but, oddly for a webpage, there is no link to those policies. Pacnet staff were able to provide the links on request.

### **Security Policy**

Pacnet's Pacnet Security Policy is on their website, these clauses have problems:

- You shall not yourself, and shall ensure that no one uses Pacnet Service to: a. Deliver Spam; b. Directly or indirectly cause Spam to be delivered to any person or companies; This sounds OK until you consider that many people are sending Yui Kee spam, and I have the means to prevent it... unfortunately, the method is to not have any email addresses.
- Moreover, you shall not yourself, and shall ensure that no-one uses your Pacnet Service to:
  - a. Upload, post, email or transmit any message, material, URL or post any content that is ... or affects the functionality of any computer software or hardware or telecommunications equipment; Every data packet affects the functionality of the equipment it passes through, therefore Pacnet's users are not allowed to do ANYTHING with their connection!
  - I omitted the detailed list of prohibited activities from the above point, but they include, contains software viruses, destroys, interrupts ... the functionality of any computer software or hardware or telecommunications equipment; Whereas the term "affects" might cover actions by any user, these more damaging actions are often performed legitimately (with appropriate protection, or with necessary authorisation) by information security companies. Pacnet's Security Policy prevents information security companies carrying out their legal business activities.
  - c. Collect, compile or obtain any information about Pacnet Service customers or subscribers, including but not limited to subscribers' email addresses and other confidential and proprietary information; This is rather broad, Pacnet customers, for example, are not allowed to put up a webform for sales enquiries, asking for people's

- contact details because another Pacnet customer might respond. The phrase "without consent" could be usefully added.
- d. Send email via your own or third parties' email server, instead of Pacnet email server, if you are using dynamic IP service; Therefore, Pacnet's home subscribers are not allowed use their corporate mail server when working at home.

When I raised these issues with Pacnet, their response was, "Your comments on our T&C are well received and noted. Please kindly understand that the T&C is structured to strike a fair balance among the law, the customer's benefits as well as Pacnet's benefits." They did not address the issues I raised.

Overall, I think that Pacnet has made the mistake of trying to protect themselves by specifying everything that cannot be done in detail without considering how much the restrictions cover. A better approach would be to simplify, just stating that the subscriber must abide by applicable Hong Kong laws, and let the relevant authorities, the Police, OFTA the Obscene Publications Tribunal etc. as appropriate, do their job.

I invite Pacnet to take part in a reasoned discussion of their Terms and Conditions. If they do not object, I will publish their response, in full, as a linked follow-up to this article.

#### **More Information**

**General Terms and Conditions** 

Review of the Control of Obscene and Indecent Articles Ordinance

Yui Kee Warns: CPCNet Puts Customers At Risk; OFTA Adopts a "Hands Off" Position

Email Acceptable Use Policy (EMAIL-AUP)

Pacnet Security Policy



Suite C & D, 8/F, Yally Industrial Building

6 Yip Fat Street, Wong Chuk Hang, Hong Kong

Tel: 2870 8550 Fax: 2870 8563

 $E\text{-mail:}\ \underline{info@yuikee.com.hk}$ 

http://www.yuikee.com.hk/

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