

EU - Network and Information Security (NIS) Directive

George Michaelides
Commissioner of Electronic Communications and Postal Regulation
<http://www.ocecpr.org.cy>

22nd November 2016

Overview

- Cybersecurity Facts
- European Cybersecurity Strategy
- The Objectives
- MS Capability Requirements
- NIS Scope
- NIS Requirements
- National CSIRT
 - Coverage
 - Activities
 - Incident Management
- Way Forward / Timeline

Cybersecurity Facts

Percentage cost for external consequences	
Information loss	39%
Business disruption	35%
Revenue loss	21%
Equipment damages	4%
Other	2%
<i>(source Ponemon Institute 2015)</i>	

Global economic cost of over \$445B
(Source McAfee)

Size of Data Breach	Average total cost of breach
< 10,000	\$2.1 million
10,000 – 25,000	\$3.0 million
25,000 – 50,000	\$5.0 million
> 50,000	\$6.7 million
<i>(source Ponemon Institute 2016)</i>	

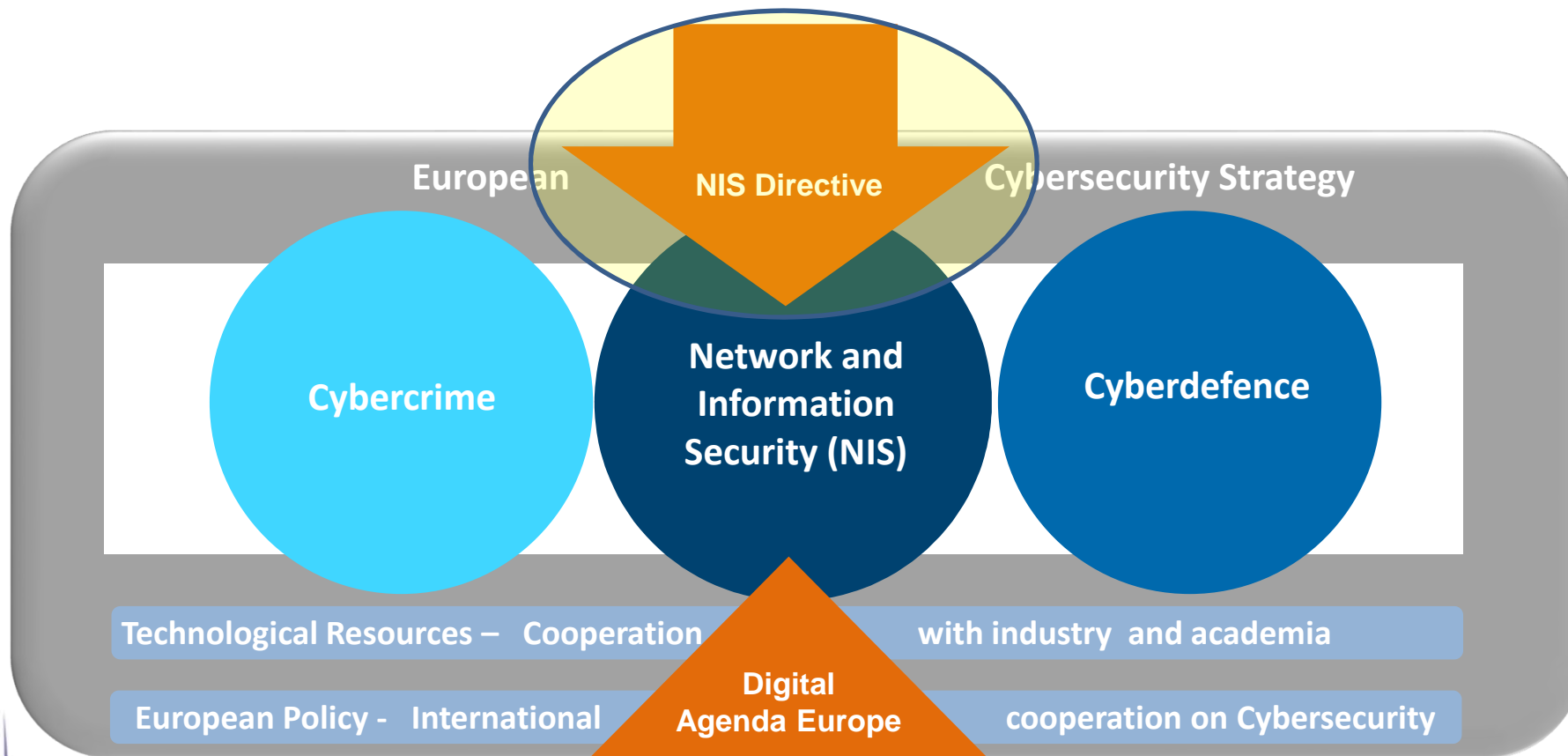


10% probability of a major CII breakdown in the next 10 years
(Source WEF)

Vulnerabilities	• 2015 • 2014
Scanned Websites with Vulnerabilities	78% 76%
Percentage of Which Were Critical	15% 20%
Browser Vulnerabilities	879 639
Web Attacks Blocked per Day	~1 million 496,657
Websites Found with Malware	1 in 3,172 1 in 1,126
<i>(source Symantec 2016)</i>	

Industry	• 2015 • 2014
Finance, Insurance & Real Estate	35% 20%
Services	22% 20%
Manufacturing	14% 13%
Transportation	13% 9%
Wholesale	9% 10%
Top 10 Industries Targeted in Spear-Phishing Attacks	
<i>(source Symantec 2016)</i>	

European Cybersecurity Strategy



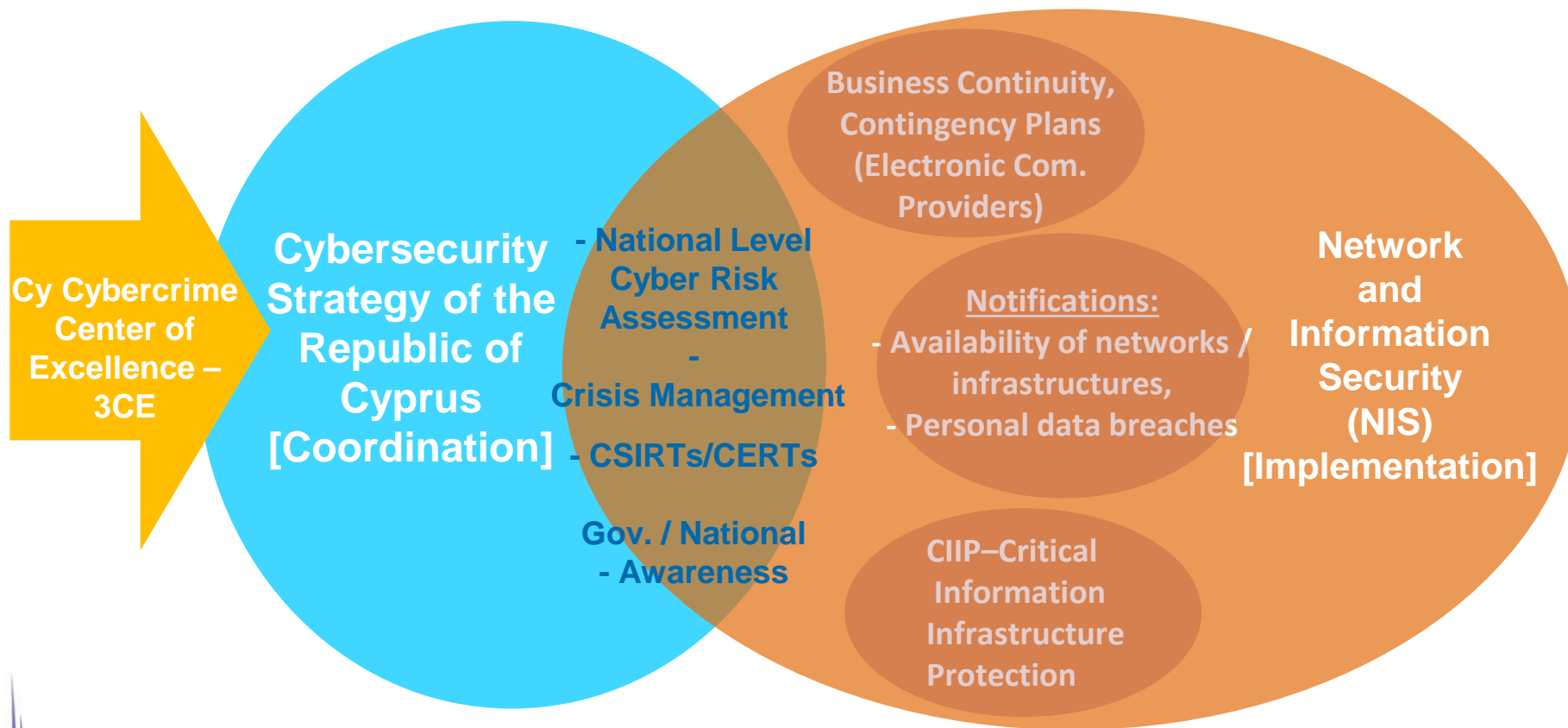
Digital Agenda for Europe

REGULATION EU526/2013-European Union
Union Agency for Net. & Inf. Security (ENISA)

Electronic communications Framework

Dirs 2009/140/EC, 2009/136/EC,
Framework 21/2002, Art.13a,b
Pers. Data Prot. 58/2002/EC Art.4
REGULATION EU 611/2013 Notification of
personal data breaches

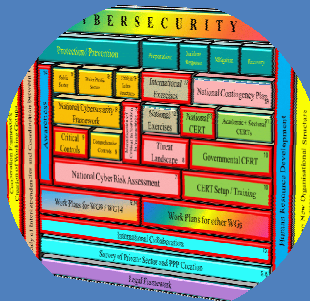
OCECPR Role and Responsibilities



The Objectives



Member States (MS) Capability Requirements



National NIS /
Cybersecurity
Strategy



NIS Competent
National
Authority



National CSIRT



Scope of NIS

Operators of Essential Services

- The entity provides a service which is essential for the maintenance of critical societal / economic activities
- The provision of that service depends on network and information systems
- A NIS incident would have significant disruptive effects on the provision of the essential service

Digital Service Providers

- Online marketplaces
- Online search engines
- Cloud computing services

Security Requirements

Prevent Risks

- Organisational measures that are appropriate and proportionate to the risk

Ensure NIS

- The measures should ensure a level of NIS appropriate to the risks

Handle Incidents

- The measures should prevent and minimise the impact of incidents on the IT systems used to provide the services

Notification Requirements

Operators of Essential Services

- Incidents having a significant impact on the continuity of the essential services they provide

Digital Services Providers

- Incidents having a substantial impact on the provision of a service

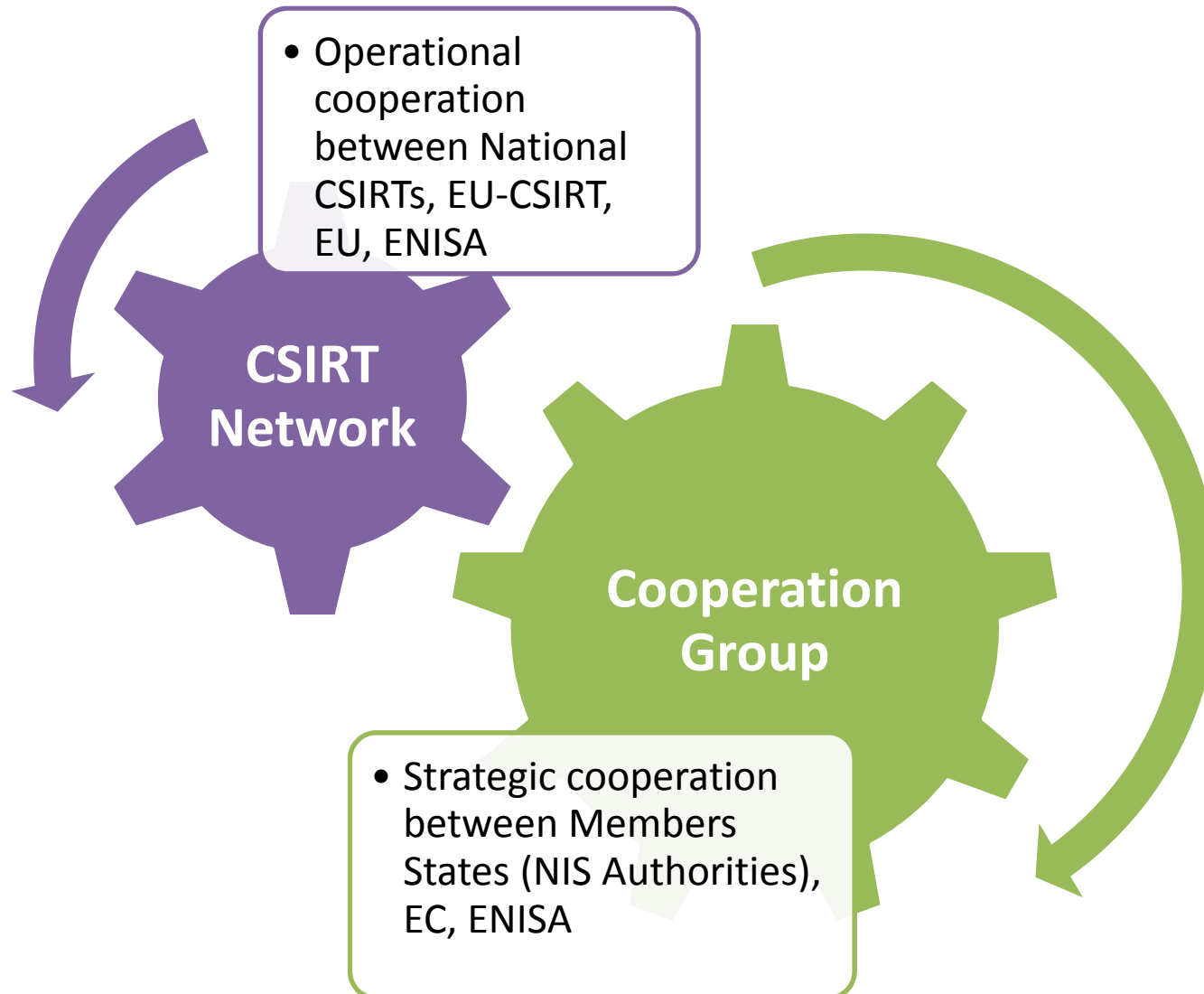
Notification Requirements

Parameter	OES	DSP
Number of users affected / relying in the service	✓	✓
Impact – Economic and Societal	✓	✓
Geographic spread	✓	✓
Duration of disruption	✓	✓
Extent of the disruption to the functioning of the service		✓
Importance of the entity for maintaining a sufficient level of service	✓	
Impact - Safety	✓	
Market share (e.g. proportion of national power generated)	✓	
Dependency of other essential sectors on the service	✓	

OES: Operators of Essential Services

DSP: Digital Service Providers

NIS Cooperation Requirements



National CSIRT – Sector Coverage

Electricity



Natural Gas/Oil



Water supply



Transport



“The protection of all critical information infrastructures of the state and the operation of information and communication technologies with the necessary levels of security, for the benefit of every citizen, the economy and the country”

Public Health



Financial Sector



Public Sector/Security Services

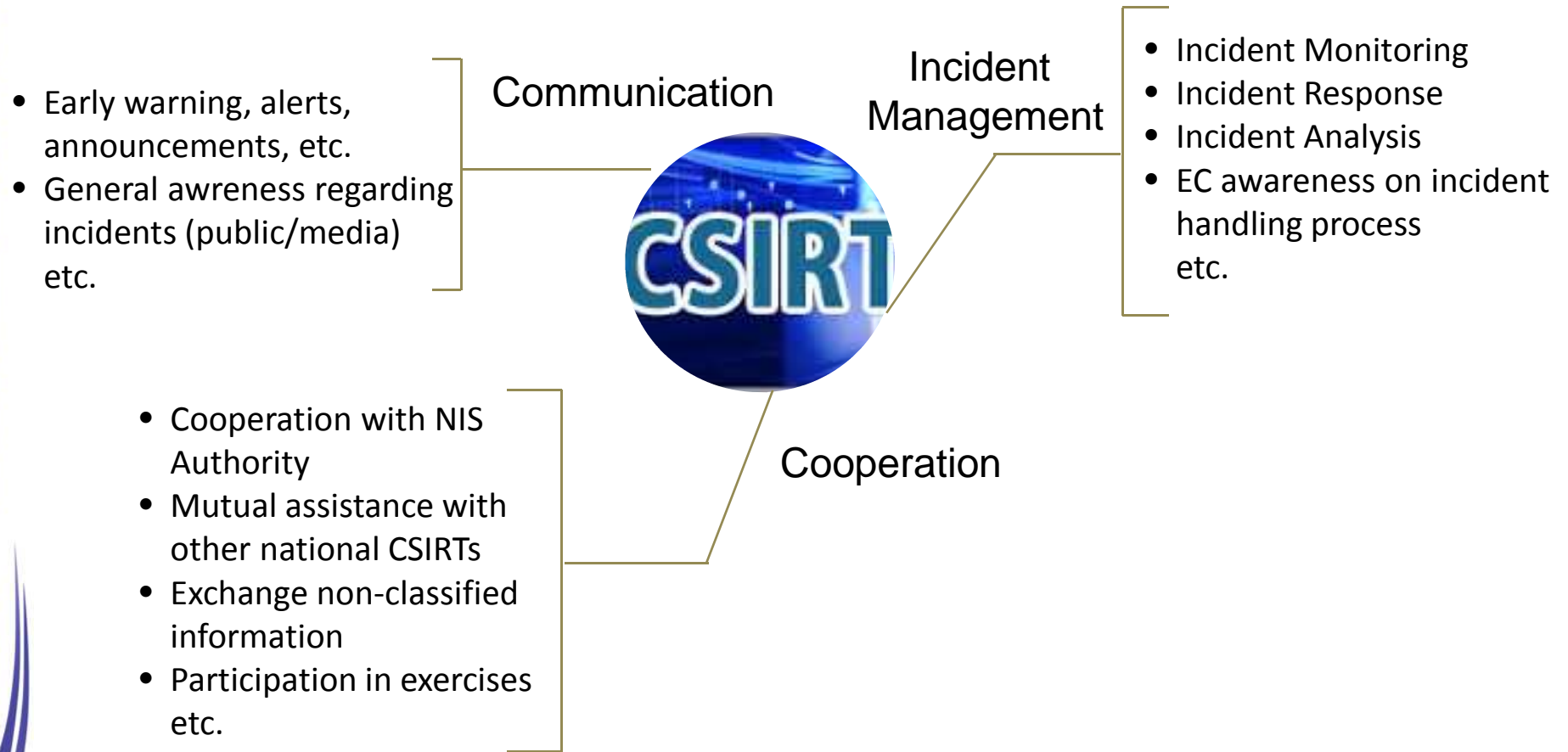


Electronic Communications

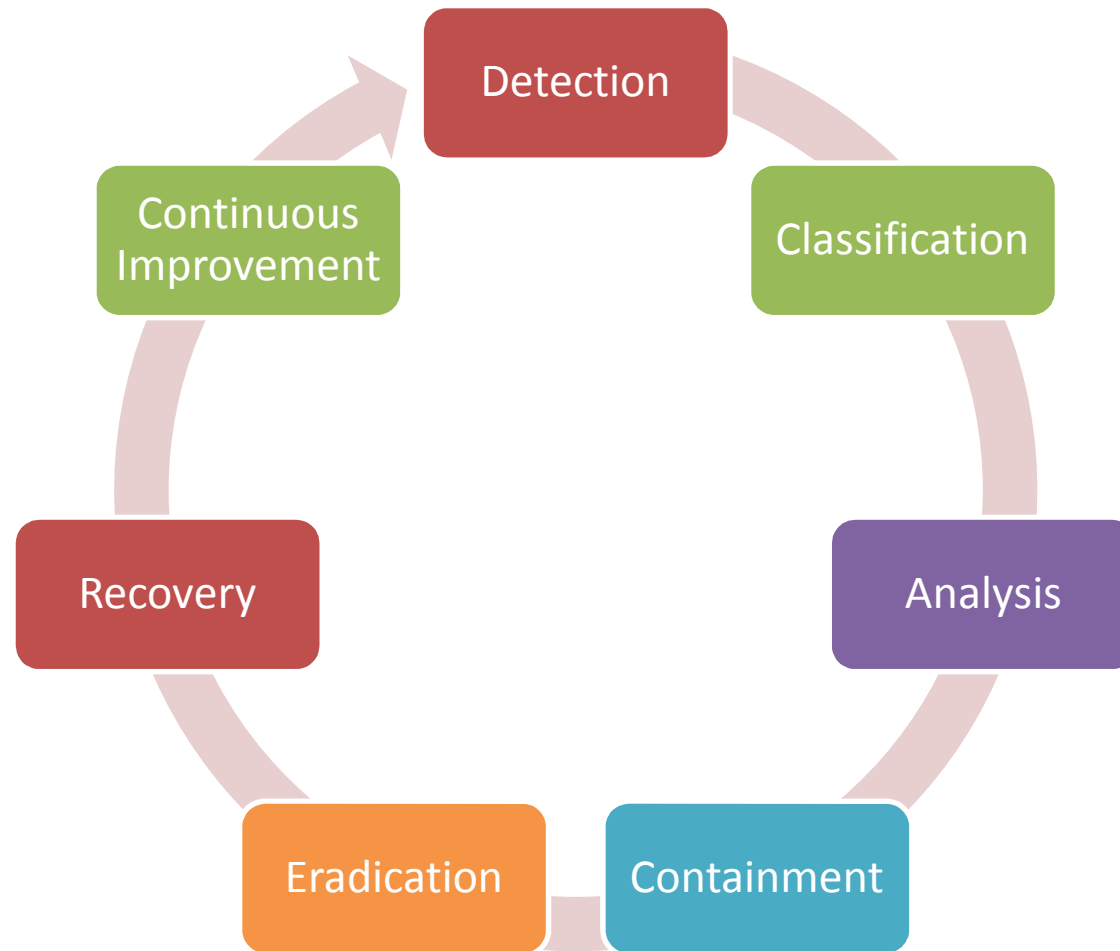


Cyprus National Cybersecurity Strategy Vision

National CSIRT – Areas of activities



National CSIRT Functions – Incident Management



NIS Authority and National CSIRT

National Cybersecurity Strategy

National Collaboration

Cyber Crisis Management

Operational Coordination



European Cybersecurity Strategy

International Collaboration

Cooperation Group

CSIRT Network



Operators of Essential Services (~50)
 Energy, Water, Transport, Health, Banking, Financial, Digital Infrastructure



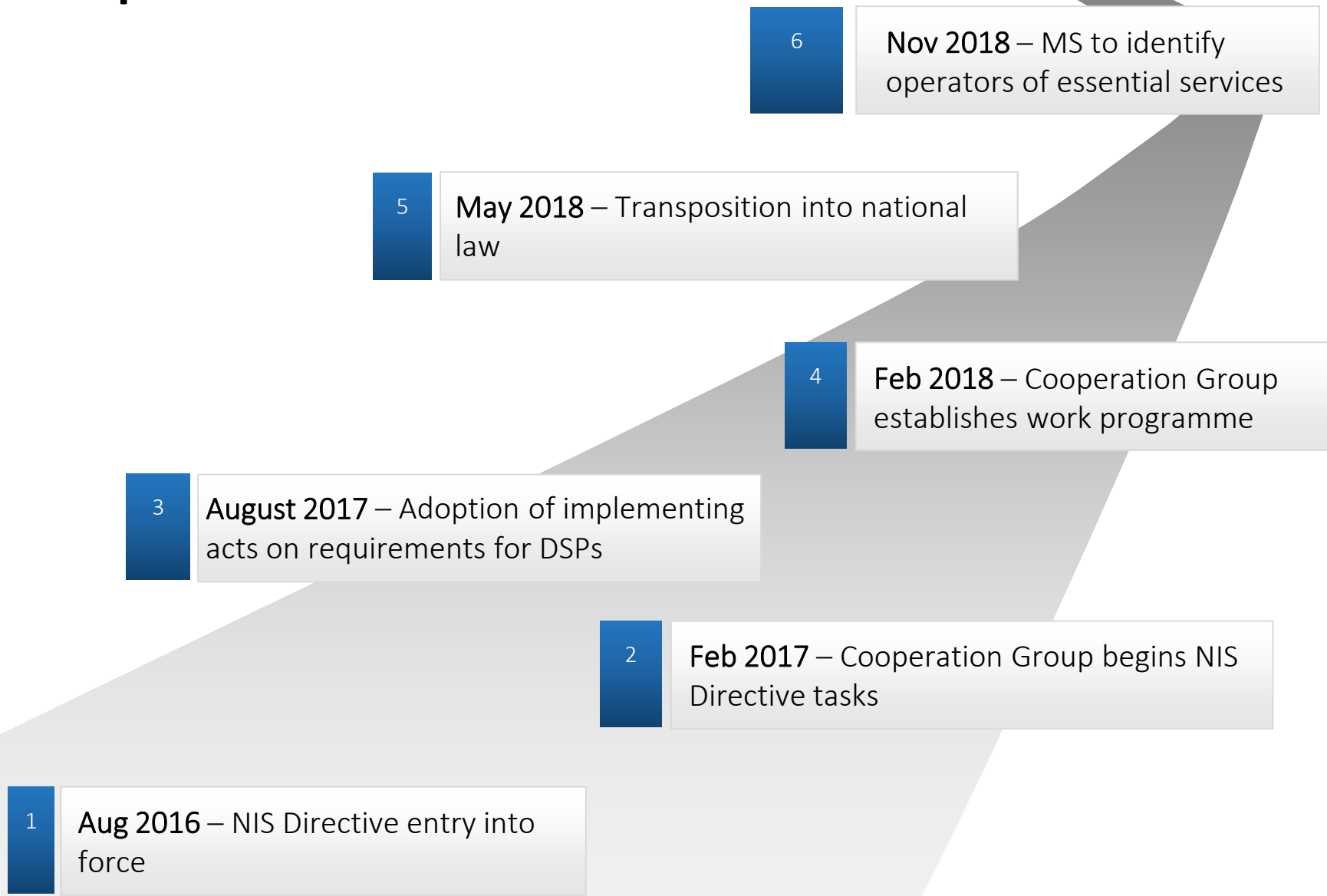


Digital Service Providers (<10)
 Cloud Computing Services, Online Marketplaces, Search Engines





Implementation Timeline





Thank you