

# The State of Secure Identity

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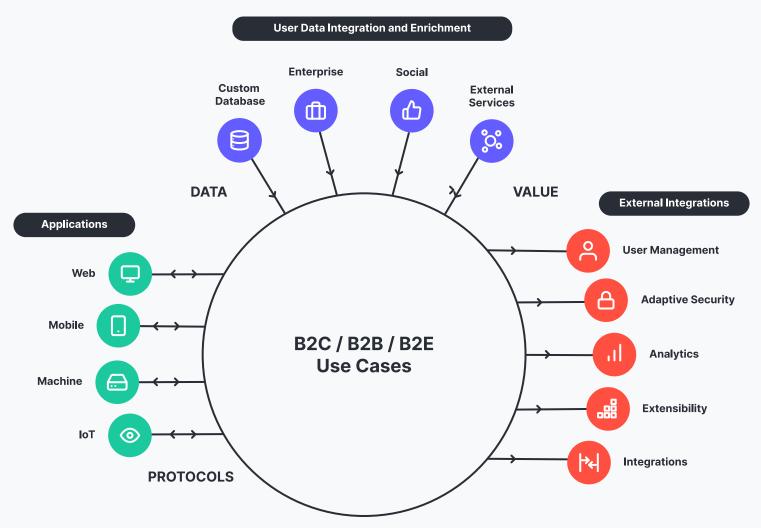


# Overview

Digital identities are already commonplace, controlling access to an assortment of online applications and services. However, security professionals often aren't given the time or resources to give identity the attention it deserves.

The report aims to increase the awareness of identity attacks and give security professionals data they can use to protect their organizations.

## What is Identity-as-a-Service



# **Key Definitions**

#### Bots

A bot is a computer program designed to perform tasks, such as logging into a website with a predefined list of username and passwords.

#### **Account Takeover**

A form of identity theft, where a malicious third party successfully gains access to a user's account credentials.

#### **Common Attacks**

- Credential stuffing
- Injection attacks
- Authentication bypass

#### **Credential Stuffing**

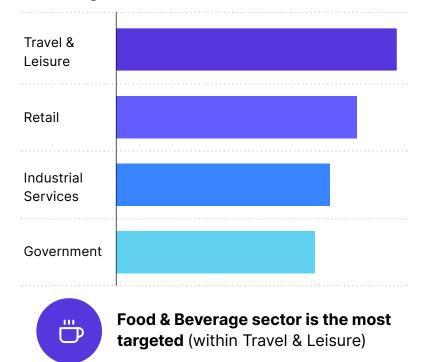
Automated attempts to compromise a large number of user accounts with stolen credentials.

#### **Malicious Traffic**

Authentication traffic that is consistent with that of an identity attack.

# **Key Research Findings**

#### Industries hit the most by Credential Stuffing Attacks





Of **IP addresses** associated with credential stuffing attacks are based in the United States

15%

Of **account registration** results in a failure

#### Industries that account for more than 50% of SQL injection attacks

Technology Travel & Leisure





**Financial services leads in MFA adoption**, followed by technology and industrial services



Most users choose email or SMS as their MFA factor, however, most applications with Auth0 MFA utilize time-based one-time passcode

# Research Results



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# Report Contents

#### **Credential Stuffing**

Credential stuffing attacks are one of the biggest threats facing identity systems

#### **Injection Attacks**

These attacks are high impact and often take advantage of vulnerable identity implementations

#### **Account Creation Attacks**

Attackers may create large numbers of fake accounts to take advantage of signup bonuses, spread misinformation, or to cause damage

#### **Multifactor Authentication**

MFA is one of the most effective defenses against attacks

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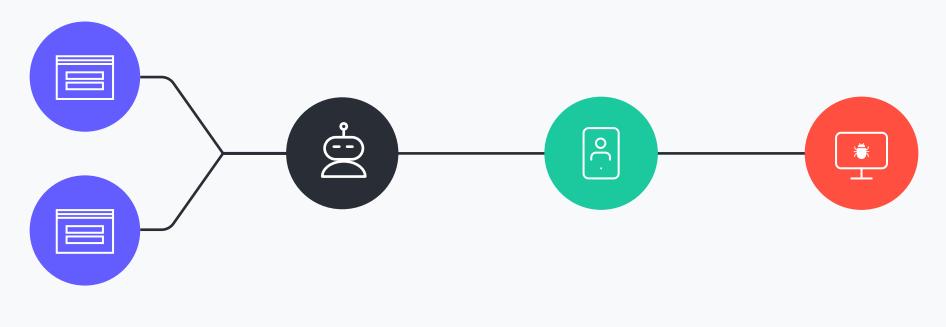


#### **CREDENTIAL STUFFING**

Credential stuffing attacks are one of the biggest threats facing identity systems

# **Credential Stuffing**

Credential stuffing attacks target users who reuse passwords.

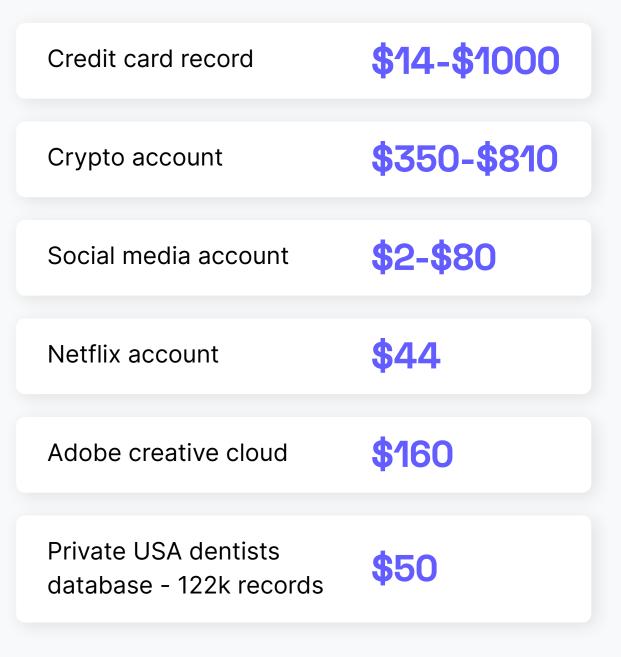


Millions of Breached Credentials Botnets & Tools testing for reuse

Validate Credentials

Sold on Darknett

### For reference, here is the price criminals will pay...

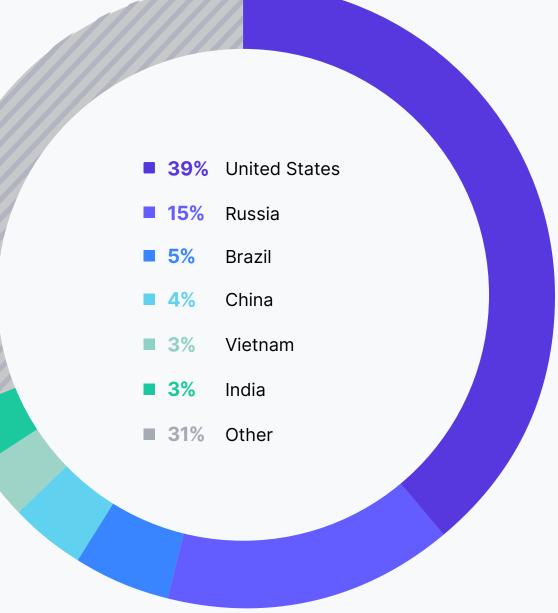


## Credential stuffing attacks accounted for 16.5% of login traffic on the AuthO platform, with daily peaks reaching higher than 40%.

## The most targeted organizations and the originating IP addresses of most credential stuffing attacks are in the United States of America.

### Most Credential Stuffing Attacks are attributed to USbased IP addresses

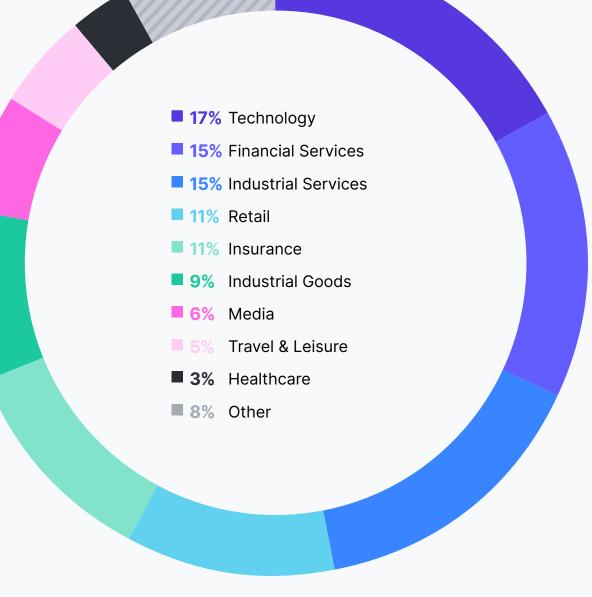
Geolocation of IP addresses associated with Credential Stuffing Attacks



## What industries are attempting to thwart credential stuffing attacks via a risk-based CAPTCHA using AuthO Bot Detection?

**Bot detection is** adopted most by technology, financial and industrial services, retail, and insurance

Bot detection adoption by industry



### In March 2021, Bot Detection was triggered 11,312,051 times

Travel and Retail are targeted the most by brute attacks activities

Top industries targeted by brute force attacks

**01**. Travel and Leisure 02. Retail **03** Government **04.** Industrial Services **05.** Technology

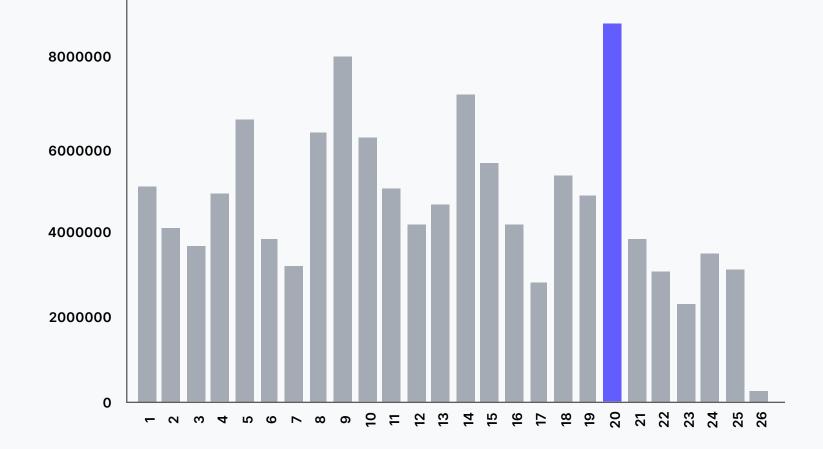
Within Travel and Leisure, the Food and Beverage sector is the most targeted segment by attackers.

## What does an attack look like For one of the most targeted restaurants?

# Daily spikes in malicious traffic

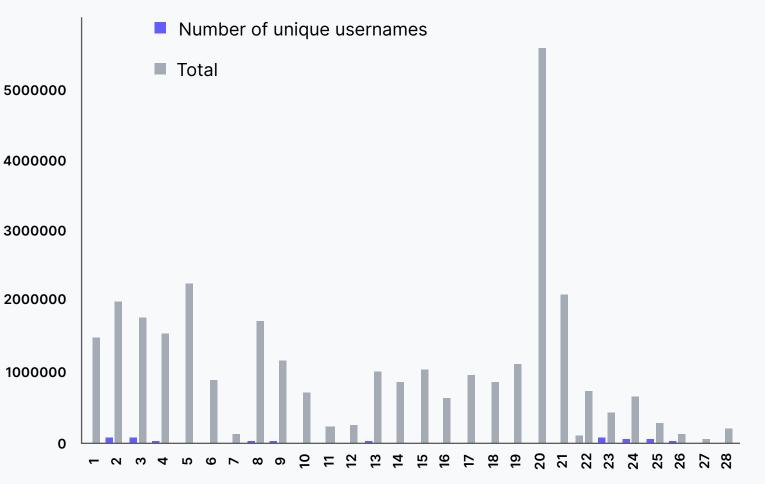
Amount of malicious traffic per day un August

In particular, August 20 saw the largest amount of malicious traffic.



#### The same usernames are targeted over and over.

Large traffic volume with few unique usernames, indicating these usernames are being attacked. Unique vs. total usernames per day



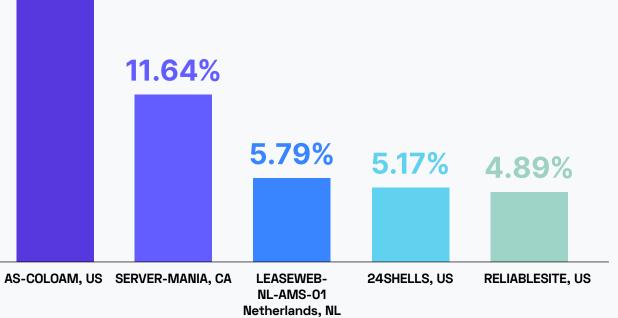
## Large amounts of traffic with a low number of unique username can be a sign of a credential stuffing or brute force attack.

# Where is it coming from?

Most of the malicious traffic is coming from the same colocation services, suggesting it is part of a single attack.

#### 26.43%

Top 5 percentage of Malicious Credential Stuffing traffic on August 20, 2020



## This attack is using a small number of colocation services, which allow customers to rent their hardware, launch their attacks.

Most requests are coming from IP address deemed "high risk," which makes them detectable using **IP** reputation data

10.4% High Low

89.6%

High and low risk correlating Open Source Intelligence

# This restaurant is experiencing a credential stuffing attack Why is it being targeted?

It offers a rewards program that grants befenits to loyal customers. Auth0 often see rewards programs targeted because they are rarely secured well and the benefits are easily motenizied. "If you read the news, you hear more of these account takeover attacks and more usernames and passwords showing up from breaches at other companies exposing more and more data."

- Scott Scherer, CIO at Jersey Mike's, on protecting their digital customers from credential stuffing attacks





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**INJECTION ATTACKS** 

These attacks are high impact and often take advantage of vulnerable identity implementations

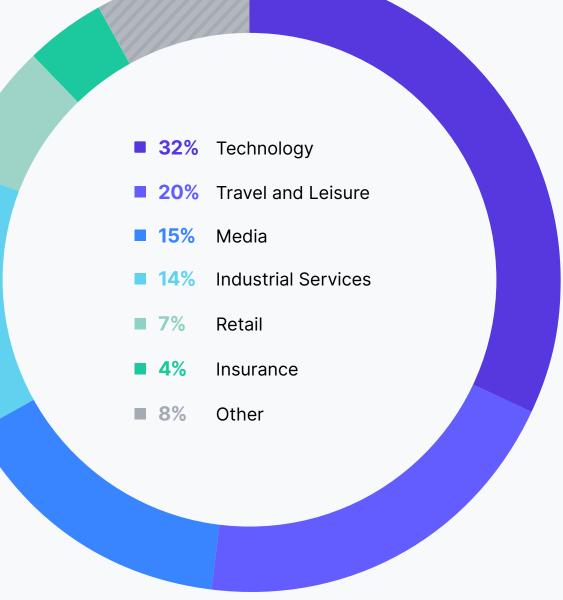
## Injection attacks are the top web application security risk according to OWASP.

# **Injection Attacks**

Injection attacks against identity systems use arbitrary code execution to bypass authentication.



Top industries targeted by SQL injection attacks in Q1 2021





**ACCOUNT CREATION ATTACKS** 

Attackers may create large numbers of fake accounts to take advantage of signup bonuses, spread misinformation, or to cause damage

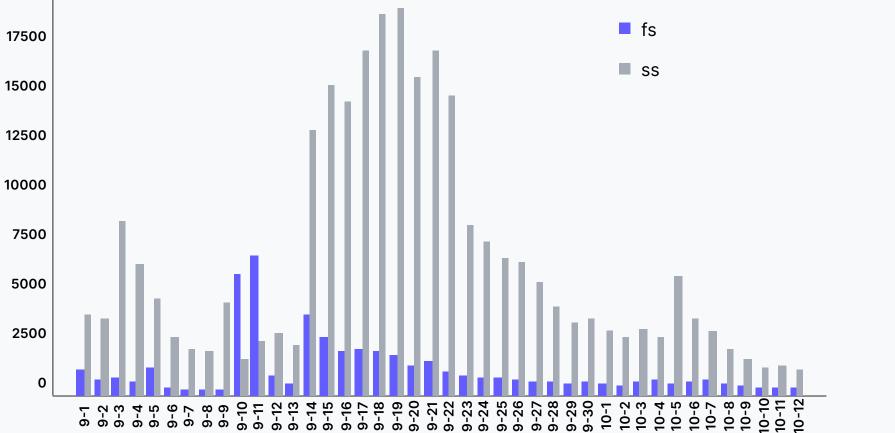
## Account Creation Attacks

Account creation attacks involve creating a large number of fake sign ups. Attackers may do this for a variety of reasons from taking advantage of sign-up bonuses, causing damage, or spreading misinformation.



## Roughly 15% of all registration attempts result in failure. Much of this is driven by threat actors creating puppet accounts.

# A large spike in failed sign-up attempts indicates the beginning of an attack.



Sign up fraud 2020 malicious traffic

Failed a sign up attempts are relatively rare. A spike in failed sign ups could be a sign of account creation attack.

#### The attack is originating from all over the world. There is very little pattern, suggesting it is a manual, non-automated attack.



These new accounts were mostly created using free email services, which make it easy for attackers to create a large number of email addresses.

Top email services used in the attack **O1** Gmail.com **02**, 163.com **03** Hotmail.com **04** Mail.ru 05. Yahoo.com

This particular customer offered free cryptocurrency with sign ups. It is likely this account creation attack was used to gather as much of that free cryptocurrency to turn a profit.



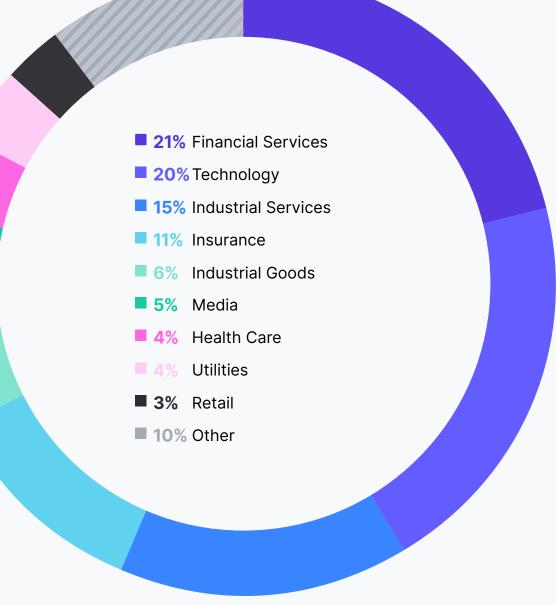
**MULTIFACTOR AUTHENTICATION** 

#### MFA is one of the most effective defenses against attacks

### Multifactor Authentication is one of the best defenses against account takovers.

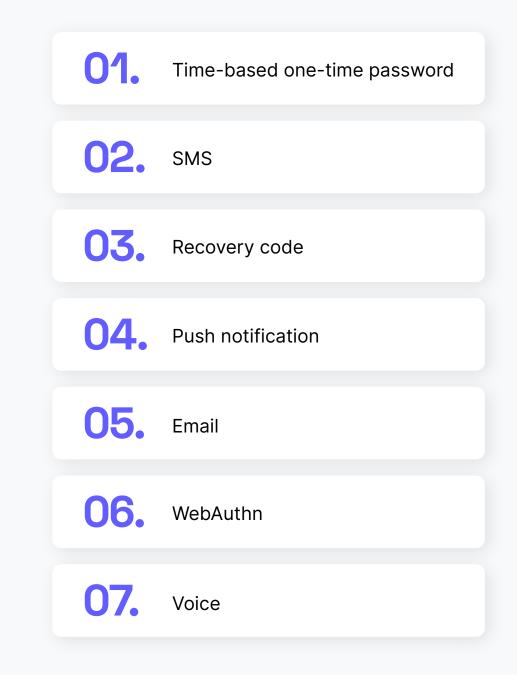
#### Financial services and technology lead in MFA adoption

MFA adoption by industry



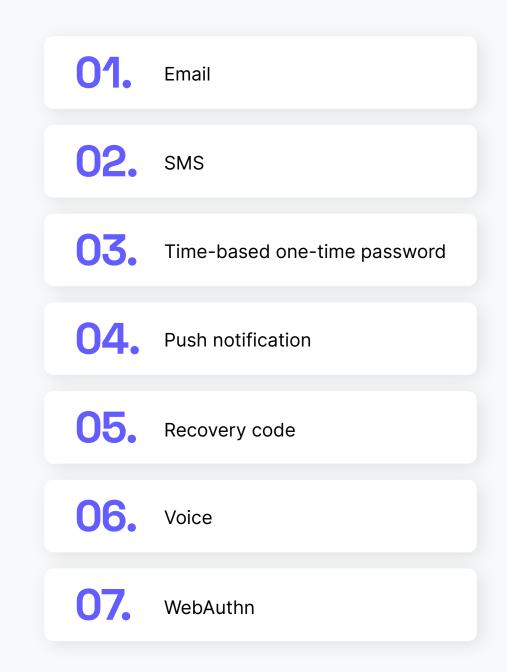
#### Time-based OTP and SMS are the leading types of MFA offered in applications

Top MFA types by application count



However, users are mostly enrolled email or text message MFA

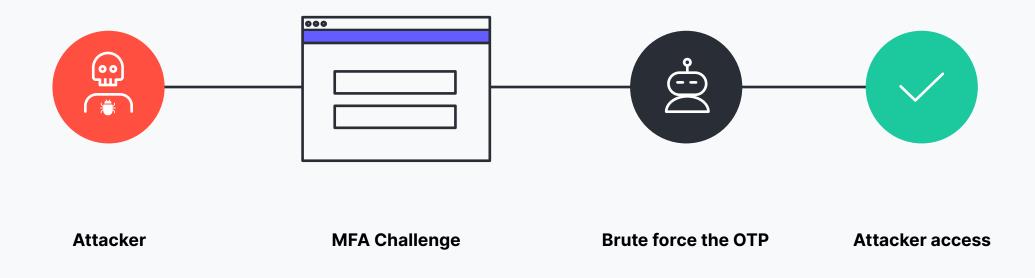
Top MFA types by user count



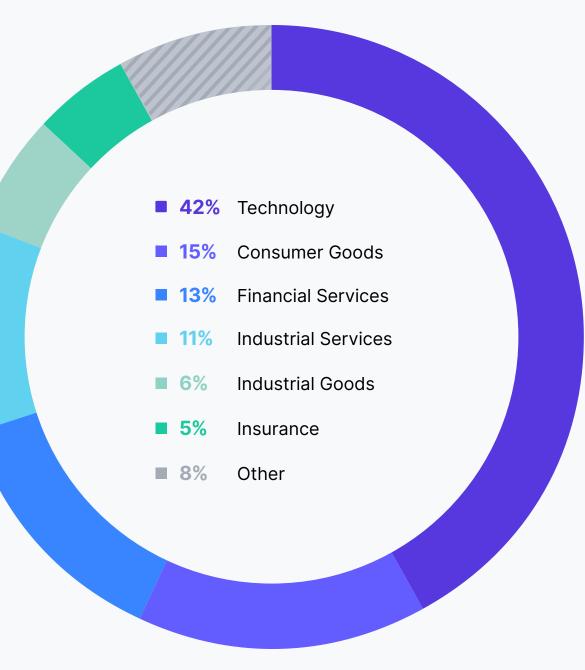
### MFA often protects high-value accounts and could be targeted in MFA bypass attacks.

## **MFA Bypass Attacks**

MFA bypass attacks involve the attacker circumventing MFA challenges, such as by brute forcing the one-time passcode.



#### The tech industry experiences the most MFA brute force attempts



# In the first four months of 2021, AuthO observed 87,526 MFA bypass attempts.



AuthO provides a platform to authenticate, authorize, and secure access for applications, devices, and users. Security and application teams rely on AuthO's simplicity, extensibility, and expertise to make identity work for everyone. Safeguarding more than 4.5 billion login transactions each month, AuthO secures identities so innovators can innovate, and empowers global enterprises to deliver trusted, superior digital experiences to their customers around the world.

For more information, visit **auth0.com** or follow **@auth0** on Twitter.