# Deploying Secure Computing for Real-world Applications

Dan Bogdanov, PhD Head of Privacy Technology Development Cybernetica dan@cyber.ee





The Sharemind Privacy-preserving Computing Platform

#### Components for Privacy

Encrypted computing



MPC

FHE

Trusted hardware

Privacy policies

Multi-party consensus

Disclosure control Audit support



Online verification

Offline audit



#### Secure Computing Model



#### Programmable Architecture



# Sharemind's Protocols

Name	num of input parties	num of computin g parties	num of result parties	Technology	Status
shared3p	any	3	any	LSS/MPC	In commercial use
shared2p	any	2	any	LSS/MPC	Under development
sharednp	any	3 or more	any	LSS/MPC	Under development

More are being planned









#### Getting More Operations



- (continued example)
- Addition derives from the homomorphic property of additive secret sharing.
- Further operations require network communication.
- The challenge is finding nontrivial ways to simplify the more complex protocols to make them efficient and keep them composable.

sharemind

CYBERNETICA 🚰

Dan Bogdanov, Margus Niitsoo, Tomas Toft, Jan Willemson. **High-performance secure multi-party computation for data mining applications**. International Journal of Information Security 11(6), pp 403-418. Springer. 2012. Coding for Sharemind Analytics with Sharemind

# Demo Contents

- Programming SMC using SecreC
- Parallel operations
- Security protocol polymorphism
- Usability of SMC
- The Rmind statistics tool

Dan Bogdanov, Peeter Laud, Jaak Randmets. A Domain-Specific Language for Low-Level Secure Multiparty Computation Protocols. In Proceedings of 22nd ACM Conference on Computer and Communications Security. 2015.

**Requirements specification based on the interviews.** Usable and Efficient Secure Multiparty Computation project deliverable D1.2. <u>http://usable-security.eu/files/d12final.pdf</u>

**Expert Feedback on Prototype Application**. Usable and Efficient Secure Multiparty Computation project deliverable D1.4. <u>http://usable-security.eu/files/D1.4-web.pdf</u>

Dan Bogdanov, Liina Kamm, Sven Laur, Ville Sokk. **Rmind: a tool for cryptographically secure statistical analysis.** Cryptology ePrint Archive, Report 2014/512. 2014. (to appear) <u>http://eprint.iacr.org/2014/512.pdf</u>



Secure Computing for Governmental Statistics

#### It's a Good Time to be in IT

Software developer shortage transcends international boundaries

Shortage brings demand for overseas engineers

**CYBERNETICA** 

The Myth of America's Tech-Talent Shortage Computer science graduates struggle to find work despite IT skills shortage

The fact that up to 900 000 jobs in the ICT sector remain unfilled because of a skills gap gives the clearest indication possible of what needs to be done," says Manuel Kohnstamm, Liberty Global's senior vice president and chief policy officer.

#### IT Training has a Failure Rate



By 2012, a total of 43% of students enrolled in in the four largest IT higher learning institutions in Estonia during 2006-2012 had quit their studies. Source: Estonian Ministry of Education and Research, CentAR.



#### Government has the Data



### Sharemind Deployment



🔁 CYBERNETICA

Students and Taxes: a Privacy-Preserving Social Study Using Secure Computation. In Proceedings on Privacy Enhancing Technologies, PoPETs, 2016 (3), pp 117–135, 2016. Secure Computing for Tax Fraud Prevention

#### VAT Evasion is a Problem



#### The Story of the 1000 € Law

- In 2013, the Estonian parliament ratified the Value-Added Tax Act and the Accounting Act Amendment Act that would force enterprises to report all invoices above 1000 € to the Tax and Customs Board (MTA).
- MTA then matches outgoing invoices to the incoming invoices reported by others and find companies trying to get refunds for fraudulently declared input VAT.
- President Ilves refused to proclaim the law, as "...creating a database containing almost all of Estonia's business secrets cannot be justified with a hypothetical, unproven conjecture that the tax hole would diminish."

#### Prototype with SN **Benefits Benefits** Encryption is applied on the Analyze, combine and build data directly at the source. reports without decrypting data. The data is cryptographically Confidentiality is guaranteed protected during processing. against all servers and against malicious hackers. No need to unconditionally sharemind Tax Office Taxpayer's trust a single organization. Values are only decrypted when association's secure multi-party server all hosts agree to do so. server computation system with database Risk ueries Transactions Risk scores Watchdog NGO server **Tax Office** Taxpayers sharemind Dan Bogdanov, Marko Jõemets, Sander Siim, Meril Vaht. How the Estonian Tax and Customs Board Evaluated a Tax Fraud Detection System Based on Secure Multi-party Computation.

🔁 CYBERNETICA

Financial Cryptography and Data Security - 19th International Conference. 2015.

# Large-scale Benchmarks

12 computing nodes running a total of 80 Sharemind processes



# Even Larger Data Size

No. of companies	No. of transaction partner pairs	Total no. of transactions
20 000	200 000	25 000 000
40 000	400 000	50 000 000
80 000	800 000	100 000 000

The source data for 100 000 000 transactions had a total size of 35 GB in XML format (about 1 GB in the secret-shared database).



# Computing Environment

Setup	Client	Computing parties	Latency (round-trip)
1	us-east – c3.8xlarge	us-east – 12x c3.8xlarge	< 0.1ms between all nodes
2	eu-west – c3.8xlarge	eu-west – 8x c3.8xlarge eu-central – 4x c3.8xlarge	< 0.1ms inside eu-west 19ms (eu-west/eu-central)
3	us-east – c3.8xlarge	us-east – 4x c3.8xlarge us-west – 4x c3.8xlarge eu-west – 4x c3.8xlarge	77ms (us-east/us-west) 133ms (us-west/eu-west) 76ms (us-east/eu-west)
PRACTIC	CER		

#### Cross-ocean SMC Runtime



### Rather Acceptable Costs

![](_page_23_Figure_1.jpeg)

Dan Bogdanov, Marko Jõemets, Sander Siim, Meril Vaht. **Privacy-preserving tax fraud detection in the cloud with realistic data volumes.** Real World Crypto 2016 Lightning Talk. <u>https://drive.google.com/file/d/0Bzm\_4XrWnI5zVnRTRF9wT0EtUW8/view?pref=2&pli=1</u>

![](_page_23_Picture_3.jpeg)

# Brute force risk analysis

![](_page_24_Figure_1.jpeg)

# Cost of using brute force

![](_page_25_Figure_1.jpeg)

# Take-home Messages

- Sharemind is designed to be a privacy platform that use secure computing as component.
  - It used to focus on three-party secure computing, but this less the case as time goes on.
- Sharemind also includes other privacy techniques like side-channel-safe statistics and audit features.
- Cybernetica is continuously developing privacy technologies for use in real-world applications.

![](_page_26_Picture_5.jpeg)

# We Build Applications

Learn about Sharemind

http://sharemind.cyber.ee/

Open source prototyping tools (under development)

http://sharemind-sdk.github.io/

Contact us for more information and collaborations

E-mail: <a href="mailto:sharemind@cyber.ee">sharemind@cyber.ee</a>

Twitter: @sharemind

![](_page_27_Picture_8.jpeg)