



# Global Information Assurance Certification Paper

Copyright SANS Institute  
Author Retains Full Rights

This paper is taken from the GIAC directory of certified professionals. Reposting is not permitted without express written permission.

## Interested in learning more?

Check out the list of upcoming events offering  
"Security Essentials Bootcamp Style (Security 401)"  
at <http://www.giac.org/registration/gsec>

## **Intel v. Randal L. Schwartz**

Anthony Hakim

October 10, 2004

### **Who is Randal Schwartz?**

Randal Schwartz is a recognized expert in the Practical Extraction Report Language (PERL)<sup>[1]</sup>. He is also a consultant who has been actively working in the fields of systems administration, training and computer security for many years. Randal spent a number of years (1988 – 1993) consulting at Intel Corporation<sup>[2]</sup> mainly in a systems administration capacity, which arguably included security. In July of 1995, Randal was convicted in an Oregon Court of Law on three felony counts:

1. Mr. Schwartz unlawfully, knowingly and without authorization altered a computer and computer network consisting of Intel computers Mink and Brillig.
2. Mr. Schwartz unlawfully, and knowingly access and use a computer and computer network for the purpose of committing theft of the Intel SSD's password file.
3. Mr. Schwartz unlawfully, knowingly access and use a computer and computer system for the purpose of committing theft of the Intel SSD individual user's passwords.

**Count 1** – Randal installed a backdoor program 'gate' on two of Intel's firewalls (on separate occasions), which essentially enabled him to access Intel's internal network (to check email) from the Internet.

**Counts 2 and 3** – Randal who was an advocate of good security measures ran the program crack<sup>[3]</sup> on a password file from a system which was within a division that he at one time provided systems administration (and still had an active account on, although it should have been disabled), to determine the level of compliance based on Intel's password policy. Upon running this, a password was cracked quite effortlessly. To verify his results (from running crack), Randal logged in to the system using the cracked userid/password. Randal then logged in to a cluster within SSD (which was a division that Randal also no longer administered, nor had access to) with the cracked userid/password. Upon logging in to the cluster, Randal copied its password file to run crack at a later date to determine the level of compliance within this division.

### **What steps can we take to stop this from happening to us?**

There are a number of principles that can be employed to eliminate or minimize the issues that surfaced in the Randal Schwartz case. The flushing out of unauthorized applications (as was 'gate') can be greatly improved by using such practices as Separation of Duties and Configuration Management.

### **Separation of Duties**

People within the organization are the largest category of risk to the LAN and WAN. Separation of duties is a key to internal control and should be designed to make fraud or abuse difficult without collusion. For example, setting up the LAN security controls, auditing the controls, and management review of the results should be performed by different persons.<sup>[4]</sup>

### **Configuration Management**

Configuration Management identifies in detail the total configuration (i.e. hardware, firmware, software, services and supplies) current at any time in the life cycle of each system to which it is applied, together with any changes or enhancements that are proposed or are in course of being implemented. It provides traceability of changes through the lifecycle of each system and across associated systems or groups of systems. It therefore permits the retrospective reconstruction of a system whenever necessary.<sup>[5]</sup>

Also, we must ensure that we employ sound user account management policies and procedures. This includes the auditing and subsequent disabling of user accounts for personnel that have been assigned new responsibilities (as was the case with Randal, who transferred from one division within Intel to another).

### **User Administration**

Effective administration of users' computer access is essential to maintaining system security. *User account management* focuses on identification, authentication, and access authorizations. This is augmented by the process of *auditing* and otherwise periodically verifying the legitimacy of current accounts and access authorizations. Finally, there are considerations involved in the *timely modification or removal of access* and associated issues for employees who are reassigned, promoted, or terminated, or who retire.<sup>[4]</sup>

An Issue-Specific Security Policy, in this example referring to password auditing/assessment, is strongly recommended as is creating a personal security policy, which should identify and clarify our roles and responsibilities that are beyond the scope of our organization's security policy.

Systems administrators are responsible for taking proactive steps to assure the security of the server. Examples include regularly checking for weak user passwords and checking the system for common security vulnerabilities.<sup>[6]</sup>

### **Summary**

I don't think that Randal acted with any malicious intent, in fact he didn't seem to make any attempts to stealth his 'illegal' activities such as running his backdoor

program and crack under his userid merlyn. The backdoor that Randal placed on Intel's firewalls appeared to have been installed and used merely out of convenience. Randal knew that he was violating Intel policy, as he was warned of these breaches on several occasions, but he chose to continue despite the warnings.

Performing password assessments should be a part of every security professional's regimen. We need to regularly audit our passwords to identify and rectify our potential weaknesses. How else are we to know if our user community is using 'hard to guess' passwords or not. The path of least resistance seems to be the one that is most frequently traveled by attackers, so we need to ensure that our organizations have strong password policies and that they enforced. It is essential that we effectively communicate with the user community why it is important that they comply with such policies.

I think one of the most important points is that we, as security professionals need to ensure that we have an insurance policy in the form of a written personal security policy that covers all facets of the tasks that we perform, and that this document is authorized and signed by upper-level management. It certainly would have greatly impacted the Randal Schwartz case.

## References

- [1] PERL  
URL: <http://www.perl.com> (October 10, 2004)
- [2] Intel Corporation  
URL: <http://www.intel.com> (October 10, 2004)
- [3] Crack and its author Alec Muffett  
URL: <ftp://ftp.cerias.purdue.edu/pub/tools/unix/pwdutils/crack> (October 10, 2004)  
URL: <http://www.users.dircon.co.uk/~crypto> (October 10, 2004)
- [4] Tipton, Hal and Krause, Micki (Consulting Editors) "Handbook of Information Security Management" January 1, 1998
- [5] BS 6488 the British Standard Code of Practice for Configuration Management of computer based systems. [BS 6488 - Ref 4]  
URL: <http://www.bsi-global.com> (October 10, 2004)  
URL: <http://www.dis.port.ac.uk/~allangw/papers/pub97a.htm> (October 10, 2004)
- [6] Administrative Computing Security Policy – University of Pennsylvania  
URL: <http://www.upenn.edu/computing/policy/acsp.html> (October 10, 2004)

# Upcoming Training

Click Here to  
**{Get CERTIFIED!}**



SANS Northern Virginia- Alexandria 2019	Alexandria, VA	Apr 23, 2019 - Apr 28, 2019	Live Event
SANS Pen Test Austin 2019	Austin, TX	Apr 29, 2019 - May 04, 2019	Live Event
Community SANS New York SEC401	New York, NY	May 06, 2019 - May 11, 2019	Community SANS
SANS Security West 2019	San Diego, CA	May 09, 2019 - May 16, 2019	Live Event
Community SANS Omaha SEC401	Omaha, NE	May 13, 2019 - May 18, 2019	Community SANS
Community SANS Annapolis Junction SEC401	Annapolis Junction, MD	May 13, 2019 - May 18, 2019	Community SANS
SANS Northern VA Spring- Reston 2019	Reston, VA	May 19, 2019 - May 24, 2019	Live Event
SANS New Orleans 2019	New Orleans, LA	May 19, 2019 - May 24, 2019	Live Event
SANS Autumn Sydney 2019	Sydney, Australia	May 20, 2019 - May 25, 2019	Live Event
SANS Atlanta 2019	Atlanta, GA	May 28, 2019 - Jun 02, 2019	Live Event
San Antonio 2019 - SEC401: Security Essentials Bootcamp Style	San Antonio, TX	May 28, 2019 - Jun 02, 2019	vLive
SANS San Antonio 2019	San Antonio, TX	May 28, 2019 - Jun 02, 2019	Live Event
Mentor Session - SEC401	Austin, TX	Jun 01, 2019 - Jun 29, 2019	Mentor
SANS London June 2019	London, United Kingdom	Jun 03, 2019 - Jun 08, 2019	Live Event
Mentor Session @work - SEC401	Birmingham, AL	Jun 03, 2019 - Jul 08, 2019	Mentor
Mentor Session - SEC401	Tysons, VA	Jun 08, 2019 - Jul 13, 2019	Mentor
Community SANS Tampa SEC401	Tampa, FL	Jun 10, 2019 - Jun 15, 2019	Community SANS
SANS Kansas City 2019	Kansas City, MO	Jun 10, 2019 - Jun 15, 2019	Live Event
SANSFIRE 2019	Washington, DC	Jun 15, 2019 - Jun 22, 2019	Live Event
Community SANS Raymondville SEC401	Raymondville, TX	Jun 17, 2019 - Jun 22, 2019	Community SANS
SANSFIRE 2019 - SEC401: Security Essentials Bootcamp Style	Washington, DC	Jun 17, 2019 - Jun 22, 2019	vLive
SANS Cyber Defence Canberra 2019	Canberra, Australia	Jun 24, 2019 - Jul 13, 2019	Live Event
Community SANS Cupertino SEC401	Cupertino, CA	Jun 24, 2019 - Jun 29, 2019	Community SANS
SANS Cyber Defence Japan 2019	Tokyo, Japan	Jul 01, 2019 - Jul 13, 2019	Live Event
SANS Charlotte 2019	Charlotte, NC	Jul 08, 2019 - Jul 13, 2019	Live Event
Community SANS Ottawa SEC401	Ottawa, ON	Jul 08, 2019 - Jul 13, 2019	Community SANS
SANS Cyber Defence Singapore 2019	Singapore, Singapore	Jul 08, 2019 - Jul 20, 2019	Live Event
Pittsburgh 2019 - SEC401: Security Essentials Bootcamp Style	Pittsburgh, PA	Jul 08, 2019 - Jul 13, 2019	vLive
SANS London July 2019	London, United Kingdom	Jul 08, 2019 - Jul 13, 2019	Live Event
SANS Pittsburgh 2019	Pittsburgh, PA	Jul 08, 2019 - Jul 13, 2019	Live Event
SANS Rocky Mountain 2019	Denver, CO	Jul 15, 2019 - Jul 20, 2019	Live Event