#### Virtual Private Networks and IP Security

The virtual private network (VPN) offers an attractive solution to network managers. In essence, a VPN consists of a set of computers that interconnect by means of a relatively unsecure network and that make use of encryption and special protocols to provide security. At each corporate site, workstations, servers, and databases are linked by one or more LANs. The LANs are under the control of the network manager and can be configured and tuned for cost-effective performance. The Internet or some other public network can be used to interconnect sites, providing a cost savings over the use of a private network and offloading the wide area network management task to the public network provider. That same public network provides an access path for telecommuters and other mobile employees to log on to corporate systems from remote sites. But the manager faces a fundamental requirement: security. Use of a public network exposes corporate traffic to eavesdropping and provides an entry point for unauthorized users. To counter this problem, the manager may choose from a variety of encryption and authentication packages and products. Proprietary solutions raise a number of problems. First, how secure is the solution? If proprietary encryption or authentication schemes are used, there may be little reassurance in the technical literature as to the level of security provided. Second is the question of compatibility. No manager wants to be limited in the choice of workstations, servers, routers, firewalls, and so on by a need for compatibility with the security facility. This is the motivation for the IP Security (IPsec) set of Internet standards.

#### **IPsec**

In 1994, the Internet Architecture Board (IAB) issued a report titled "Security in the Internet Architecture" (RFC 1636). The report stated the general consensus that the Internet needs more and better security and identified key areas for security mechanisms. Among these were the need to secure the network infrastructure from unauthorized monitoring and control of network traffic and the need to secure end user-to-end-user traffic using authentication and encryption mechanisms.

To provide security, the IAB included authentication and encryption as necessary security features in the next-generation IP, which has been issued as IPv6.

Fortunately, these security capabilities were designed to be usable both with the current IPv4 and the future IPv6. This means that vendors can begin offering these features now, and many vendors do now have some IPsec capability in their products. The IPsec specification now exists as a set of Internet standards.

## **Applications of IPsec**

• Secure branch office connectivity over the Internet: A company can build a secure virtual private network over the Internet or over a public WAN. This enables a business to rely

heavily on the Internet and reduce its need for private networks, saving costs and network management overhead.

- Secure remote access over the Internet: An end user whose system is equipped with IP security protocols can make a local call to an Internet service provider (ISP) and gain secure access to a company network. This reduces the cost of toll charges for traveling employees and telecommuters.
- Establishing extranet and intranet connectivity with partners: IPsec can be used to secure communication with other organizations, ensuring authentication and confidentiality and providing a key exchange mechanism.
- Enhancing electronic commerce security: Even though some Web and electronic commerce applications have built-in security protocols, the use of IPsec enhances that security. IPsec guarantees that all traffic designated by the network administrator is both encrypted and authenticated, adding an additional layer of security to whatever is provided at the application layer.

# **Benefits of IPsec**

- When IPsec is implemented in a firewall or router, it provides strong security that can be applied to all traffic crossing the perimeter. Traffic within a company or workgroup does not incur the overhead of security-related processing.
- IPsec in a firewall is resistant to bypass if all traffic from the outside must use IP and the firewall is the only means of entrance from the Internet into the organization.
- IPsec is below the transport layer (TCP, UDP) and so is transparent to applications. There is no need to change software on a user or server system

## **IPsec Functions**

IPsec provides three main facilities: an authentication-only function referred to as Authentication Header (AH), a combined authentication/encryption function called Encapsulating Security Payload (ESP), and a key exchange function. For VPNs, both authentication and encryption are generally desired, because it is important both to (1) assure that unauthorized users do not penetrate the virtual private network and (2) assure that eavesdroppers on the Internet cannot read messages sent over the virtual private network. Because both features are generally desirable, most implementations are likely to use ESP rather than AH. The key exchange function allows for manual exchange of keys as well as an automated scheme.