HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

- **KEY TALKING POINTS:**
 - On 22 September 2022, Optus released a media statement advising they had identified a data breach involving the exfiltration of current and former customers' personally identifiable information.
 - Optus advised that the data includes the names, dates of birth, phone numbers and email addresses of as many as 9.8 million customers. For a sub-set, it also includes their address, drivers licence and passport numbers.
 - Optus has advised that:
 - Payment details and account passwords have not been compromised.
 - Optus services such as mobile, home internet and voice calls have not been affected.
 - On 27 September 2022, 10,000 records were released on the 'Breached' online forum with a threat to continue to release data over the next four days until a \$1m payment was paid. The criminal has since deleted their post and claims to no longer wish to sell the data. It is possible that other criminals took copies of the data.
 - Optus advises that it has been notifying customers deemed to have 'heightened-risk'.

If asked: What is the government doing to protect Australians?

- Optus working closely with the Australian Signials Directorate's Australian Cyber Security Centre (ACSC), the Office of the Australian Information Commissioner (OAIC), the Australian Federal Police (AFP), financial institutions and other government regulators.
- AIC), the Australian Federal Police (AFP), financial institutions and other vernment regulators.

 e Department of Home Affairs has established a Commonwealth Credential otection Register to help stop compromised identities from being used audulently.

 The Register will prevent compromised identity credentials on the Register from being verification Service is used by government agencies and The Department of Home Affairs has established a Commonwealth Credential Protection Register to help stop compromised identities from being used fraudulently.
 - Document Verification Service is used by government agencies and businesses, such as banks, to verify an individual's identity online.

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HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

- This will prevent credentials that are included on the Register being used fraudulently, such as taking out loans or setting up accounts. Rightful owners will also not be able to use them online. New credentials issued following the data breach will work as normal.
- In the interim, impacted individuals should consider using alternative credentials or speak to service providers that ask for identification for other options, such as visiting the service in person to present the credential.
- As at 13 October 2022, the Register includes around 100,000 Australian Passports. These passporst can still be used for international travel.
- The ACSC is supporting Optus with cyber security incident response and ongoing technical advice, and supporting other telecommunications providers that may be affected.
- The AFP is working with Optus to obtain the crucial information and evidence needed to conduct this complex, criminal investigation.

s. 37(1)(a)

- The AFP and state and territory police have also set up operation GUARDIAN to enable the protection of more than 10,000 customers whose identification creditentials have been unlawfully released online.
- The OAIC is working with Optus to ensure they are complying with the requirements of the Notifiable Data Breaches scheme and providing advice on how Australians can respond and protect themselves from further harm.
- The Attorney General's Department is reviewing the *Privacy Act 1988* to ensure that Australia's privacy laws are fit for purpose in the digital age and that they accord with community expectations in light of the rise of digital platforms and other
- technological changes.

 The Government provides funding to IDCare, Australia's national identity support service. IDCare offers support to affected members of the community across Australia who have concerns about their identity or related cyber security.

 asked: What is Optus or the Government doing about the sale of that data?

If asked: What is Optus or the Government doing about the sale of that data?

The matter has been referred to the AFP. The AFP is aware of reports alleging that stolen Optus customer data and credentials are being sold through illicit forums.

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HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

s. 37(1)(a)

The AFP and state and territory police have set up operation GUARDIAN to enable the protection of more than 10,000 customers whose identification creditentials have been unlawfully released online.

1)(a), s. 37(2)

It is an offence to buy stolen credentials. Those who do face a penalty of up to 10 years' imprisonment.

If asked: Do we know who perpetrated this attack? Was it a state actor?

- Cyber crime investigations are complex and while the impact of a breach may be immediate, understanding what has occurred takes time.
- The initial priority is helping Optus remediate their networks and recover as quickly as possible, and notifying those immediately impacted.
- The Government will only make a public attribution when it is clear and in our national interest to do so.

If asked: What steps has the government taken under the critical infrastructure reforms?

Optus is a designated critical infrastructure provider and has made a mandatory report under the Security of Critical Infrastructure Act 2018.

The Department of Home Affairs regulates Optus under the The Department of Home Affairs regulates Optus under the Telecommunications Act 1997 and the Security of Critical Infrastructure Act 2018.

asked: Was this a ransomware attack?

There are no indications this was a ransomware attack.

asked: What is the government doing to keep our data safe?

The Government is taking an all vectors approach to cyber and data security.

If asked: Was this a ransomware attack?

If asked: What is the government doing to keep our data safe?

- The Government's new Cyber Strategy will build whole of nation resilience against these types of attacks and ensure our networks and devices are protected against of 69 malicious actors.

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OFFICIAL HOME AFFAIRS

QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

The Department of Home Affairs is developing Australia's first National Data Security Action Plan, which will map the nations' data security settings and provide measures to strengthen consistency and resilience against data security threats.

s. 37(1)(a), s. 37(2)(b)

- The Attorney General's Department is reviewing the *Privacy Act 1988* to ensure that Australia's privacy laws are fit for purpose in the digital age and that they accord with community expectations in light of the rise of digital platforms and other technological changes.
- The Australian Government works with industry to take action and address the possible consequences and harm relating to a serious data breach.
- Under the Notifiable Data Breaches scheme, entities regulated by the Privacy Act must notify affected individuals and the OAIC when a data breach is likely to result in serious harm to an individual whose personal information is involved.

The Government provides funding to IDCARE, a not-for-profit organisation providing identity support services. IDCARE offers personalised support to individuals who are concerned about their personal information.

If asked: Is the government concerned about the recent data breaches including

- These data breaches are further reminders of the need for strong cyber security.
- Australians need to be confident their information is protected. Affected entities will Australians need to be confident their information is protected. Affected entities we continue to access appropriate advice and support from the ACSC and Home Affairs.

 ACKGROUND AND CHRONOLOGY

 21 September 2022 – Optus identified potential compromise and reported a data breach to the ACSC.

BACKGROUND AND CHRONOLOGY

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HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

- · 22 September 2022 Optus released a media statement on their website, advising of the cyber incident and the associated actions taken to investigate and remediate.
- 22 September 2022 Office of the Australian Information Commissioner (OAIC) released a statement advising of the Optus data breach and provided advice about how Australians can respond to a data breach notification and protect themselves from further impacts of a data breach.

s. 37(1)(a)

- 27 September 2022 10,000 records were released with a threat to continue to release data over the next four days until a \$1m payment is paid.
- · 28 September 2022 The Foreign Affairs Minister has contacted Optus to cover the cost for replacement passports.
- · 28 September 2022 The Prime Minister, confirmed that Optus has agreed to cover the cost for replacement passports.
- 04 October 2022 Optus has provided the Australian Government with the detailed information of customers who had Medicare cards, or other government credentials, exposed.
- 11 October 2022 The OAIC and ACMA commenced an investigation into the personal information handling practices of Singtel Optus Pty Ltd in regard to the data breach.

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HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

MEDIA

<u>Date</u>	<u>Outlet</u>	Reporting
15 October	ABC News	MyDeal.com.au, a subsidiary of the Woolworths Group, has
2022		announced that data was exposed when its customer
		relationship management system was accessed by a
		"compromised user credential".
		Woolworths MyDeal becomes latest target of cyber attack.
		What information was leaked and what can you do if you're
		affected?
14 October	Nine News	The AFP are scrambling to ensure the safety of some of its
2022		secret agents and operations exposed in a massive
		cyberhack of Colombian government files.
		AFP concerned for safety of anti-drug agents exposed by data
		<u>hack</u>
13 October	ABC News	Medibank Private says it has been hit by a cyber attack. The
2022		company said 'unusual activity' had been detected on its
		network, but there was not evidence that sensitive data had
		been accessed.
		Health insurer Medibank Private hit by cyber attack
13 October	itNews	Home Affairs boss Michael Pezzullo has suggested the Optus
2022		breach, while driving much discussion about cyber security
		policy, isn't necessarily a good model for policy debates.
		Home Affairs: Optus breach is not a model for policy debate
11 October	Sydney Morning	The Office of the Australian Information Commissioner and the
2022	Herald	Australian Communications and Media Authority announced
		co-ordinated investigations to investigate whether Optus
		needed to keep extensive data on millions of its customers and
		understand how it was stored.
		OAIC launches investigation into telco
11 October	Australian	Experts who advise big companies on their data strategies say
2022	Financial Review	they are seeing a post-Optus surge in inquiries from executives
		who don't even understand existing rules, while tech chiefs at
		both Commonwealth Bank and ASX said companies had to
		review and ensure they were using data for valid reasons.
		Optus breach: Corporate Australia expects tough privacy laws,
		<u>rushes to check data hoards</u>
11 October	ABC News	Optus customers who signed up using international
2022		identification say they feel abandoned by the company, and
		are unsure whether they need to replace documents or who
		will cover the cost.
		International students, visa holders feel 'abandoned' by
		company
7 October	Daily Telegraph	An Australian law firm has formally started legal action against
2022		telco giant Optus to seek compensation for the millions of
		customers who had their personal information stolen in last
		month's cyber attack.
		Aussie law firm Maurice Blackburn files action against telco
6 October	ABC News	Operation Guardian the Australian Federal Police (AFP)
2022		investigation set up after 10,200 customer records were
		published online following the Optus cyber attack has arrested
		and charged a 19-year-old Sydney man.

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HOME AFFAIRS QUESTION TIME BRIEF (QTB)

DATA SECURITY BREACHES

		The AFP announce the first arrest linked to the Optus data
		breach.
6 October	ABC News	The federal government has released planned changes to
2022	/ Contents	telecommunications laws following the Optus data breach,
2022		which affected nearly 10 million customers and former
		customers.
		Government strengthens powers for telcos to share affected
		data following Optus hack
3 October	Daily Telegraph	Optus has informed current and former customers whether
2022	Daily Telegraphi	their driver licence and card numbers were exposed in the
2022		cyberattack — but has again come under fire over its poor
		communication and ongoing confusion.
		Problem with Victorian driver licence number text notification
29 Sep 2022	ABC News	Professor Asha Rao, Associate Dean of Mathematical Sciences
29 Sep 2022	ADC News	
		at RMIT University, says Australia needs new laws to prohibit
		companies from engaging in unnecessary data harvesting.
		Too much data collection means we're more at risk of having
20 Comtamilia :	The Counties	personal details stolen, expert say
28 September	The Guardian	Australians residing in New South Wales, Victoria, Queensland
2022		and South Australia who were affected by the data breach, will
		be able to change their driver's licence numbers and receive
		new cards. Optus is expected to bear the multimillion-dollar
		cost of this changeover.
		Optus data breach: Australians will be able to change their
		<u>driver's licence with telco to pay</u> .
27 September	Twitter	Chris O'Keefe, Political Reporter for 9News claims that victims
2022	I WILLEI	are now receiving text messages from hackers demanding
2022		\$2000AUD be paid into a CBA bank account, with threats their
		data will be sold for "fraudulent activity within 2 days."
		Chris O'Keefe: Victims are now receiving text messages from
		hackers.
27 September	ABC News	An online account that claims to be behind the Optus data
2022	ADC News	· ·
2022		breach says it has deleted its only copy of customers'
		information and it no longer cares about a ransom.
		Online account claiming to be behind data leak apologises,
27 Contonahar	The Code or	drops ransom threat.
27 September	The Sydney	Fresh laws to constrain the use of facial recognition technology
2022	Morning Herald	used by retailers, police and schools - are a step closer to
		reality after the Optus breach.
27 Combossis	The West	New laws to tackle hackers head-on.
27 September	The West	Anthony Albanese says companies will be forced to notify
2022	Australian	banks faster when they experience cyber attacks, after
		describing the hacking of the country's second-biggest
		telecoms firm as a "a huge wake-up call" for the corporate
		sector.
27.6	A	Albanese puts banks on notice as AFP joins Optus hack probe.
27 September	Australian	The focus of the disastrous Optus data breach has shifted from
2022	Financial Review	the company's campus in Sydney's Macquarie Park to the
		Canberra office of Home Affairs and Cyber Security Minister
		Clare O'Neil.
		Optus breach needs federal response.

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HOME AFFAIRS QUESTION TIME BRIEF (QTB) DATA SECURITY BREACHES

27 Contombor	Australian	Companies may face multimilliandellar fines for failing to
27 September 2022	Financial Review	Companies may face multimilliondollar fines for failing to protect customer data from hackers, as Home Affairs Minister
2022	rillalicial Review	
		Clare O'Neil rebuked Optus over its data breach that has affected almost 10 million Australians.
26 Contombor	The Canberra	Labor scolds Optus, flags stricter laws.
26 September		Slater and Gordon is investigating a potential class action
2022	Times	against Optus on behalf of current and former customers who have been affected.
2C Contombou	7 No	Optus: Class action under consideration for customers.
26 September	7 News	Optus has announced it would offer 12 months of free credit
2022		monitoring from a credit reporting agency Equifax for their "most affected" current and former customers.
		Telco to offer credit monitoring program amid fears hack could
26 6	ARCNI	lead to identity theft.
26 September	ABC News	Home Affairs Minister said today that the massive breach of
2022		Optus customer data should not have happened, and urged the
		company to offer free services to monitor customer accounts for fraud.
		Home affairs minister points finger at Optus, saying hack should not have happened.
25 Contombor	The Age	
25 September 2022	The Age	News of the Optus cybersecurity attack is shocking. The
2022		millions of customers potentially impacted by the breach is
		mind-boggling. But the real startling question is how a breach
		of this magnitude is still occurring in 2022.
		No, Optus doesn't need to keep your sensitive information for so long.
2E Contombor	Moroum	A person claiming to be the evil genius responsible for the
25 September 2022	Mercury	Optus data breach is demanding \$1.5 million in ransom money
2022		from the telco giant.
		Optus data breach: Hacker demands \$1.5 million ransom,
		customer info leaked on dark web.
25 September	7NEWS	Optus customers whose passport or driver's licence numbers
2022	/ INL WS	were stolen in a massive data breach are being contacted,
2022		amid warnings that scammers will try to profit from the cyber
		attack.
		Optus issues fresh warning as \$1.5m ransom threat is
		investigated: 'Do not click'.
25 September	ABC News	The Home Affairs Minister is soon expected to announce
2022		several new security measures following the massive Optus
		data breach that saw hackers steal the personal details of up to
		9.8 million Australians.
		Federal government to unveil new security measures following
		massive Optus data breach.
24 September	9news	Optus said today the attack could trigger illegitimate offers to
2022		sell customer details online as a user on a data breach forum
		has claimed two files containing sensitive customer
		information will be sold if a \$1.53 million ransom is not paid
		within a week.
		Optus cyber attack investigation amid alleged ransom threat.
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HOME AFFAIRS QUESTION TIME BRIEF (QTB)

DATA SECURITY BREACHES

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24 September	SBS News	Optus has admitted it is likely that criminals will make claims
2022		capitalising financially on the leak, after the company
		announced it was a victim of a major cyberattack, but says it
		won't comment on the veracity of the claims its customer data
		is being sold online.
		Federal police monitoring reports of stolen Optus data being
		sold on the dark web.
24 September	Guardian	Attorney general Mark Dreyfus has been briefed by the privacy
2022		commissioner about hack and is seeking 'urgent' meeting with
		telco
		AFP investigates \$1m ransom demand posted online for
		allegedly hacked Optus data.
23 September	ABC News	Anonymous senior Optus figurehead offers confidential
2022		insights into the early findings of the investigation. Breach
		likely down to human error.
		'Human error' emerges as factor in Optus hack affecting
		millions of Australians.
23 September	The Guardian	Peter Dutton criticises Government's handling of Optus breach
2022		and emphasises the need for Ministers to provide information
		and assurances to the public.
		Australia news live: Dutton reiterates support for national anti-
		corruption commission; stranded whale rescue operation
		continues.
23 September	Newcastle	Senator Sarah Henderson has urged Labor to deliver tougher
2022	Herald	online privacy and data protection laws and to adopt the
		Coalition's Online Privacy Bill.
		Laws questioned after Optus cyber attack.
23 September	ABC Radio	Shadow Minister for Cyber Security, Senator James Patterson
2022	National	will be requesting a briefing from the government, and has
		questions about what steps the government took at when
		under the critical infrastructure reforms.
		Optus data breach could be Australia's largest - ABC Radio
		National- Optus data breach could be Australia's largest.
-	•	<u> </u>

Lead Division

Cyber Digital and Technology Policy Division,

Department of Home Affairs

Contact: First Assistant Secretary Brendan Dowling

Division: Cyber Digital and Technology Policy Action Officer: s. 22(1)(a)(ii)

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Originating Source: MO

Cyber Security Resilience Division, Australian Signals Directorate

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Division: Cyber Security Resilience

Action Officer: S. 22(1)(a)(ii)

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