

Security – the Challenge

What is at risk?

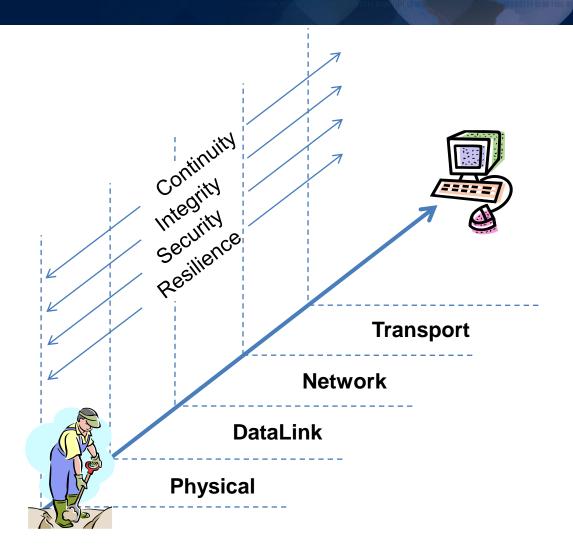
Customer and Employee Trust

Reputation

Shareholder Value

Regulatory Compliance

Protection of Assets







Core Network Reach



Data Transport Internet IP Security Voice Collaboration

Global Crossing's Security Strategy

Global Security Organization ensures the confidentiality, integrity and availability of critical business systems and associated data, specifically:

- Security Architecture and Engineering
- Security Operations
- Security Compliance
- Physical Security

"Defense-in-Depth"

- Multiple, independent and interlinking layers of security provide greater protection than each layer individually, so:
 - Overall integrity of the network system remains secure, even if one part of it fails or is compromised, and
 - A layered security model with changeable components to respond to new technologies



Global Crossing's Security Culture

Security Program Plan governs all aspects of security

- Compliant with ISO 17799 standards and Global Crossing's Network Security Agreement signed with U.S. Government.
- Enables us to offer an unparalleled level of global security for:
 - Government agencies
 - Financial services providers with SEC compliance and transactional security requirements
 - Customers transacting e-Commerce across our global network
 - Customers requiring voice, data and video transport over a highly secure network wherever they
 are located

Network Security Agreement addresses network security concerns via:

Network Information and Traffic Security, Personnel Screening, Corporate Governance

Executive oversight by a Security Committee of the Board of Directors



Security for Converged IP Services

Physical separation

Different edge devices (routers) separating Public and Private IP networks

Logical separation at layer 2

- Provides same level of security as ATM/FR networks
- No visibility between Public & Private edge devices

Network Based Firewalls protect against attacks

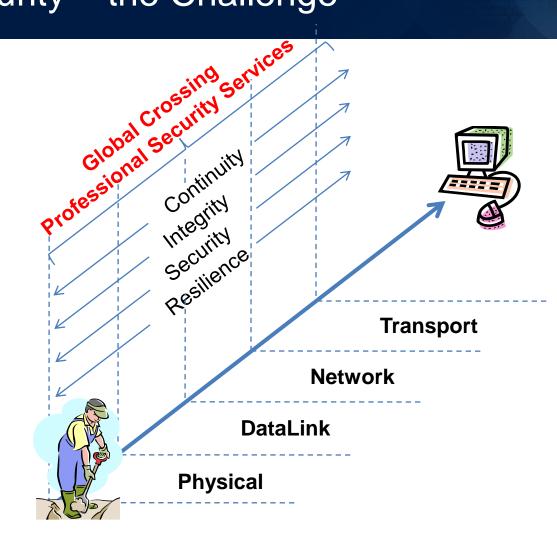
- MPLS from Private edge router across entire network
- Firewalls securing Internet browsing by end users

Converged IP Applications

VoIP on Private backbone, additional network-based security



Security – the Challenge





China Economics

GDP growth c. 10% pa

Net importer of metals

2 million tonnes p.a. of copper

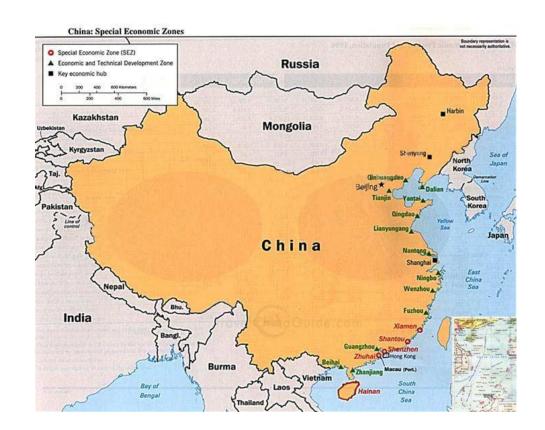
Price growth:

Copper (Cu)

2002: £ 792 per tonne 2007: £ 4,500 per tonne 2009: £ 3,700 per tonne

Lead (Pb)

2006: £ 300 per tonne 2008: £ 1,600 per tonne

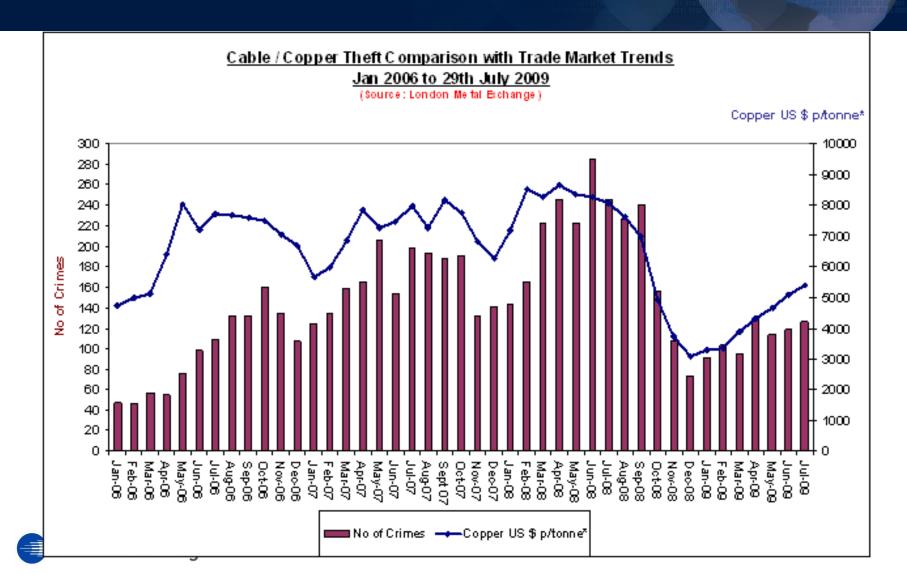


Six specialist Import Facilities:

e.g. Guangdong Province: 1M tonnes pa



Metal Theft vs Metal Price



Victims of Metal Theft Include

Victims

Rail Infrastructure

Telecom Industry

Water Companies

Electrical Suppliers

Public Buildings

Local Communities

Scrap Metal Dealers

Effect

Injuries and Fatalities

Three UK Police officers seriously injured Two offenders a month, killed or hurt

Electrical Power

Major power loss

Communications

Telecommunication Losses – Kent, Cambridgeshire and Bedfordshire, 112 system, Internet

Gas Energy

Lost – with risk of fire



Examples

UK Ecclesiastical Insurance received 1, 400 claims

Energy Networks 400% rise in incidents this year

NTL/ VirginMedia – 40 kilometres of cable stolen

ITALY tombs denuded, at least one blackout. Thieves in Rome targeting city bridges.

Hundreds of trains in Turin and Rome delayed effecting 250,000 people

UKRAINE Removal of an entire steam locomotive from a museum

SINGAPORE – 1,092 offences in 2006; 100% increase (bicycle racks).

U.S.A. 'PATRIOT' Missile found in scrap yard

GEORGIA Police stop 'Radioactive' Scrap Metal at Azeri border

MALAYSIA major power blackout affecting 300,000 homes



Scrap Metal Dealers

A key commercial link in the chain

Metal Dealers often:

Deal with cash

Under-regulated

Not always registered



What is being done?



What is being done?

Pre-emptive

Designed-in separacy

Screened and selected locations

Reactive

Multi-agency operations inc. Cable identification experts, Trading Standards, DVLA, VOSA, E. Agency, Transport Police, and other forces
Media campaign, Crime Stoppers, Vehicle seizure, ANPR at Target hotspots
Forensic opportunities

Structural/Enforcement

Technology

Target hardening advice to businesses

Focus on Value Chain

Third party visits and review of commercial transactions

Licensing checks and enforcement





Thank you

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