

PRESS RELEASE

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The Importance of Smart Secure Devices in Ensuring Digital Security and Privacy

Eurosmart view on the European Commission proposal for a Regulation on electronic identification and trust services for electronic transactions in the internal market

In our digital society, securing digital information and transactions is an important and growing challenge for governments, businesses and individuals alike. Fostering economic growth in Europe will depend on our capacity to develop innovative solutions that will enhance the usability of digital services while protecting privacy and combating fraud. This in turn depends on deploying robust and secure solutions for electronic authentication and signature. The Digital Agenda for Europe establishes a clear legal framework to prevent cybercrime, and to eliminate fragmentation and lack of interoperability, while enhancing digital citizenship.

Eurosmart welcomes the recent proposal from the European Commission for a regulation on eldentification, eAuthentication and eSignatures as another step forward towards removing existing barriers to Europe's digital development, but stresses **the vital nature of making smart secure devices a mandatory part of this regulation**. This was highly successful for mobile telephony and for road safety with the tachograph systems deployment. It must be done again for electronic signature with eldentification and eAuthentication.

The smart security industry, with its European roots, has developed worldwide over more than 20 years to a point where Eurosmart expects over 7 billion smart secure devices to be shipped in 2012. Thanks to the development of international standards, smart secure devices have contributed to the development of mobile telephony (SIMs), secure payments (EMV banking card), eldentity (ePassports, tachograph, eResident permit, eID cards, eDriving licences, eHealthcare cards, eVoting cards) and solutions for eBanking and eCommerce (smart secure tokens, EMV card readers).

Today, the challenge of the digital world is to foster security and trust for Internet based services. Several electronic identification initiatives exist, notably in Europe, but also in the United States. Eurosmart believes that Europe has a great opportunity to federate these initiatives by creating a global and unique electronic identification, authentication and signature standard.

We suggest that this electronic identification be secured by a portable smart secure device. In our experience, citizens are more apt to put their trust in a secure, portable and personal object. It acts like a "safety deposit box", containing his personal data and rights, protected by strong authentication based on "what I have" (my smart secure device) and "what I know" (the PIN code or password).

Smart secure devices embed a secure microcontroller that together with secure embedded software cannot be subject to viruses, spoofing, Trojan horses or malware. Even if absolute security doesn't exist, smart secure devices offer vendor independent guarantees of the highest level of security. They embed powerful cryptographic mechanisms that support a wide range of security functions and are able to resist the highest attack potential in an unsecured environment. Being tamper resistant, an attacker can try any manipulation of the device he wants without breaking its security properties. Throughout their lifecycle, they are updated by certified, secure personalisation and Trusted Services Management, ensuring personal data and secret keys are protected.

Finally, smart secure devices allow for partial or full anonymous authentication, thus protecting privacy. eService providers could request the authentication of a user without disclosing, for instance, his or her name.

The proposed regulation for electronic identification and trust services sets an ambitious goal for the development of the European Single Digital market. Reliable electronic identification, trusted by the European citizen and embedded in a portable, smart secure device, is key for fostering growth of the digital economy. Eurosmart's experts are ready to assist the European Commission as well as the Member States in reaching this important objective for Europe.

What is Eurosmart?

Eurosmart is an international non-profit association located in Brussels and representing the Smart Security Industry for multisector applications. Founded in 1995, the association is committed to expanding the world's Smart Secure Devices market, developing Smart Security standards and continuously improving quality of security applications.

Members are manufacturers of smart cards, semiconductors, terminals, equipment for smart cards system integrators, application developers and issuers who work into dedicated working groups (communication, marketing, security, electronic identity).

Members are largely involved in research and development projects at the European and international levels.

Eurosmart is acknowledged as representing "the Voice of the Smart Security Industry".

Eurosmart members are companies (Austria Card, EM Electronic Marin, FNMT-RCM, Gemalto, Giesecke & Devrient, Infineon Technologies, Inside Secure, LFoundry, Morpho, NedCard, NXP Semiconductors, Oberthur Technologies, Prooftag, Renesas Electronics, Samsung, STMicroelectronics, Toshiba), payment systems (GIE Cartes Bancaires, Mastercard), laboratories (CEALETI), research organisations (Fraunhofer AISEC), associations (Smart Payment Association, Mobismart, Danish Biometrics) and independent experts (Michel Koenig, Jonas Andersson).

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