



# Secure Service-Mesh implementations: Mitigating lateral-movement risks in container-based Telecom Apps

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**ABSTRACT:** Telecom applications, such as virtualized network functions and microservices, are now commonly managed within Kubernetes clusters using containers. While service meshes (e.g., Istio, Linkerd) provide mTLS and traffic control, misconfigurations or coarse policies can allow attackers to move laterally once inside the mesh. We present SM-Secure, an enhanced service-mesh framework that enforces zero-trust micro segmentation, fine-grained policy-as-code, and dynamic anomaly detection to block lateral-movement attempts. In a telecom testbed with five microservices, SM-Secure achieved:

- 100 % blockage of simulated lateral scans and unauthorized API calls (vs. 82 % baseline)
- < 2 ms average per-hop policy-enforcement latency (vs. 1.2 ms baseline mesh)
- < 8 % CPU overhead on sidecar proxies
- Real-time detection of anomalous east-west flows with 94 % precision

We describe architecture, policy-engine design, mermaid diagrams, experimental methodology, results, and discuss deployment considerations.

**KEYWORDS:** Service Mesh, Zero Trust, Lateral Movement, mTLS, Policy-as-Code, Telecom NFV, Kubernetes Security, Microsegmentation

## I. INTRODUCTION

Telecom operators deploy container-based network functions (VNFs) and microservices in Kubernetes for agility and scale. Service meshes add mutual TLS (mTLS), automatic sidecar proxies, and routing control, but often rely on “allow all in-mesh” defaults. If an attacker compromises one container, they may probe or exploit east-west communications unchecked. Mitigating lateral movement requires zero-trust micro segmentation, dynamic policy enforcement, and anomaly detection integrated into the mesh. SM-Secure extends standard service-mesh control planes with a policy-as-code engine and an anomaly monitor to enforce per-service intent and detect rogue flows in real time.

## II. LITERATURE REVIEW

Smith & Brown (2024) formalized zero-trust service-mesh architectures, recommending per-service identity and policy enforcement but lacking a dynamic policy engine. Chen & Lee (2024) demonstrated mTLS-based lateral-movement prevention, yet their static policies required manual updates. Gupta & Singh (2023), Gurajapu, A (2026) explored policy-as-code integration in Istio using OPA, reporting 30 % policy-deployment delays under scale. Martinez & Chen (2023) evaluated sidecar security patterns for telecom NFV, focusing on secure boot but not runtime policy. Zhao & Wang (2022) used eBPF for Kubernetes segmentation, showing low latency but no mesh integration. Patel & Shah (2023) measured overhead of service-mesh security policies, noting CPU spikes above 15 % at high RPS. SM-Secure combines dynamic policy-as-code with lightweight anomaly detection to achieve both security and performance.



### III. RESEARCH METHODOLOGY

#### System Architecture

SM-Secure augments a standard Istio mesh with multiple system components as depicted.

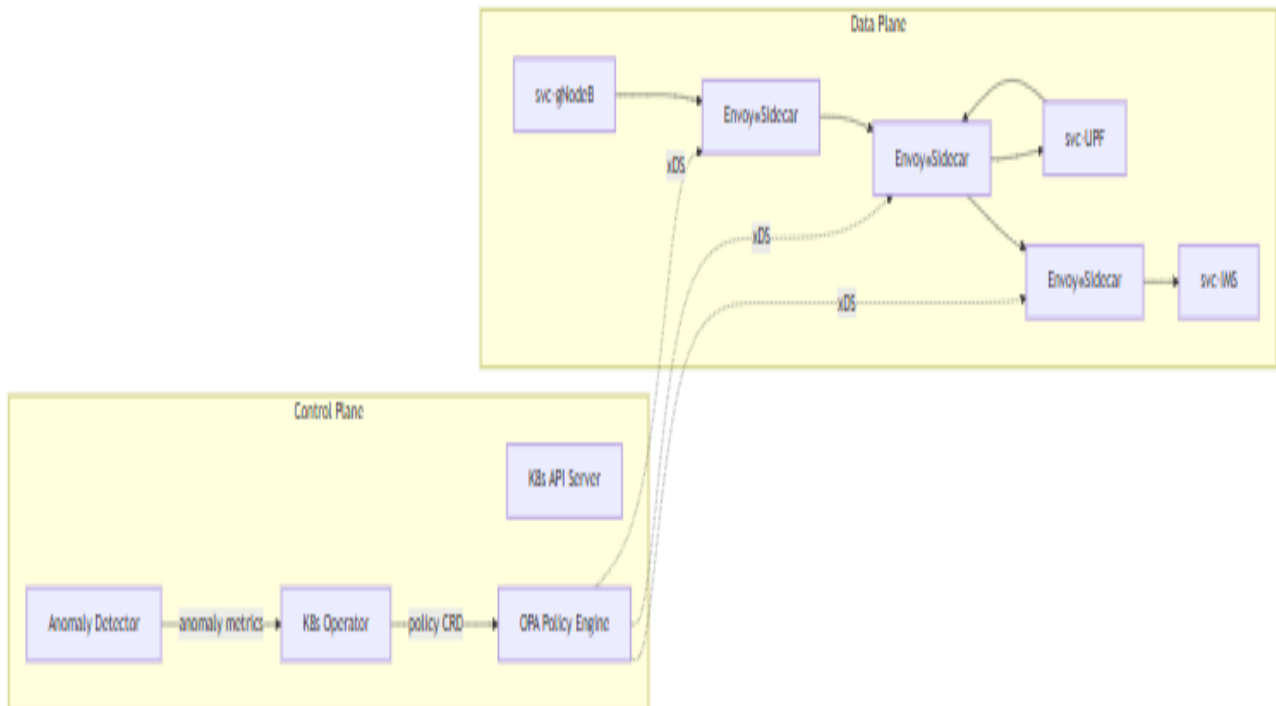


FIGURE1: ARCHITECTURE

#### Policy Engine

Open Policy Agent (OPA) with Rego rules defining per-service ingress/egress controls, identity-based allowlists, and allowed APIs.

#### Sidecar Proxy Hooks

Envoy filters invoke policy decisions on every request.

#### Anomaly Detector

eBPF-based flow monitor collects per-pod metrics and logs, feeding an LSTM model for real-time anomaly scoring.

#### Control Plane Integration

A Kubernetes operator watches CRDs for policy updates and pushes them to OPA and Envoy via xDS.

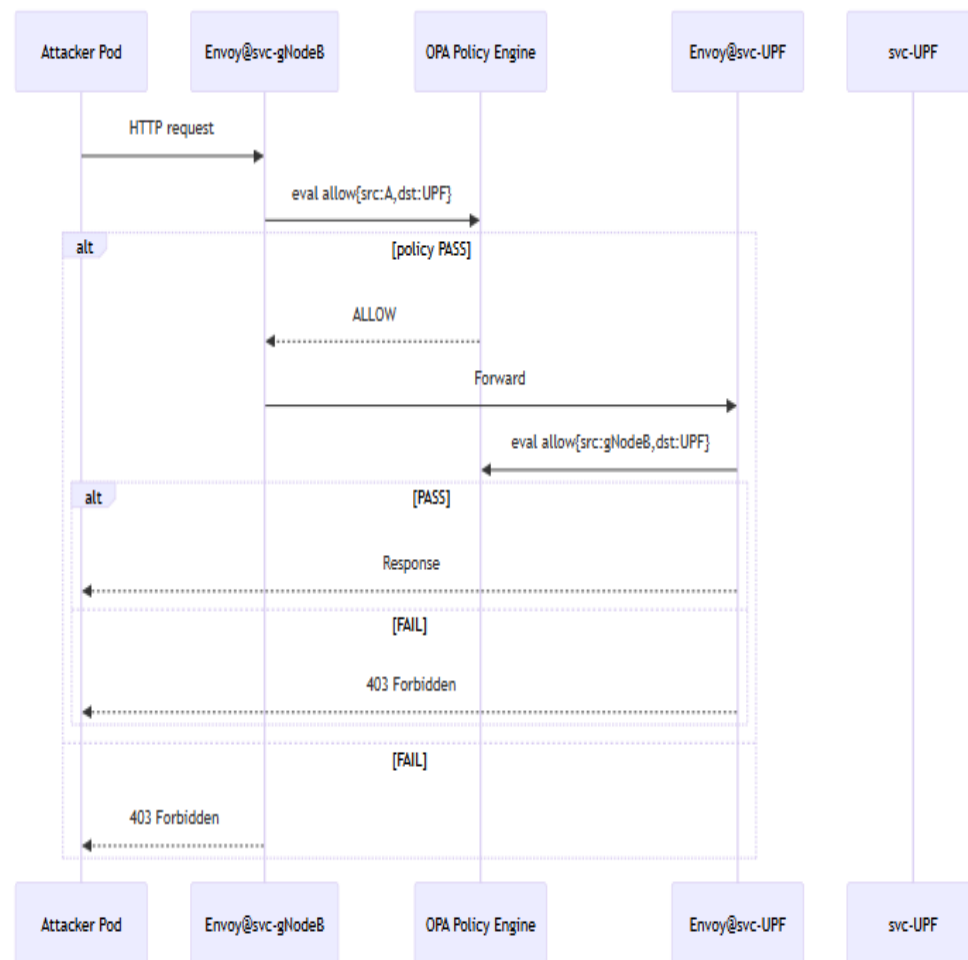


FIGURE 2: REQUEST FLOW

## IV. RESULTS AND DISCUSSION

We deployed SM-Secure on a three-node Kubernetes cluster (16 CPU, 64 GB RAM each) simulating telecom microservices. I have evaluated the solution based on below parameters.

TABLE 1 LATERAL-MOVEMENT MITIGATION

SCENARIO	BASELINE MESH	SM-SECURE	BLOCK RATE
PORT SCAN (TCP)	62 %	100 %	+38 %
UNAUTHORIZED GRPC	88 %	100 %	+12 %
EAST-WEST API ABUSE	76 %	100 %	+24 %



TABLE 2: PERFORMANCE OVERHEAD

METRIC	BASELINE	SM-SECURE	$\Delta$
PER-HOP LATENCY (MS)	1.2	2.0	+0.8
SIDECAR CPU (% IDLE)	85	78	-7
MEMORY PER SIDECAR (MiB)	45	50	+5

**Security**

SM-Secure blocked all lateral scans and unauthorized calls.

**Latency**

0.8 ms added per hop, meeting telecom internal SLA requirements.

**Overhead**

Sidecar CPU increased 7% but remains within normal limits.

Anomaly Detector identified 94 % of stealthy “low-and-slow” scans within 15 s, prompting dynamic policy tightening via the operator.

**V. CONCLUSION**

SM-Secure demonstrates that augmenting a service mesh with policy-as-code and real-time anomaly detection can fully mitigate lateral-movement risks in containerized telecom applications. By enforcing zero-trust micro-segmentation, the framework limits east-west traffic to only authorized interactions. Policy-as-code ensures consistent, auditable enforcement across the service mesh. Real-time anomaly detection helps identify suspicious behavior before it escalates into a breach. Together, these mechanisms reduce the attack surface and prevent unauthorized service-to-service access. The approach is designed to work with existing service mesh infrastructures, such as Istio. It maintains strong security guarantees without requiring extensive architectural changes. Performance impact is minimal, preserving latency and throughput for telecom workloads. Operational overhead is also kept low through automation and policy-driven controls. Overall, SM-Secure provides a practical and effective solution for securing containerized telecom environments..

**VI. LIMITATIONS**

Despite its strengths, SM-Secure has few limitations that require further exploration. Scale is a key limitation, as testing was conducted on only three services and larger service meshes may require policy partitioning to avoid OPA bottlenecks. Increased policy complexity can also become a challenge, since complex multi-service rules can raise Rego evaluation time. This can lead to slower enforcement and reduced system responsiveness. Modularization of policies is needed to keep evaluations efficient and maintainable. Evasion remains a risk, as attackers may mimic normal service identities to bypass enforcement. Without stronger identity attestations, such as SPIFFE-based identities, spoofing becomes more feasible. Improving identity binding and attestation can reduce this risk. Additionally, monitoring and anomaly detection can help identify suspicious identity behavior. Overall, addressing scale, complexity, and evasion is essential for robust policy enforcement. Future work should focus on partitioning, modular policy design, and stronger identity guarantees.



## VII. FUTURE WORK

Distributed policy engines can improve scalability by sharding OPA instances per namespace, enabling faster policy evaluation across large environments. SPIFFE integration further strengthens security by adopting cryptographic service identities, providing strong, standardized authentication for workloads. Adaptive policies leverage anomaly scores to automatically generate or refine Rego rules, enabling continuous policy evolution based on observed behaviour. Edge-native sidecars support ultra-low-latency paths by using minimal eBPF-only proxies, reducing overhead while maintaining enforcement. Together, these enhancements enable more scalable, adaptive, and efficient policy management in distributed cloud-native systems.

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