

Alleged Russian cybercriminal charged in New York court

January 18 2012

The Justice Department announced indictments against two Russians Tuesday for allegedly hacking into computers of US financial institutions to steal credit card numbers and stock information before running up bills.

The accused hackers, Vladimir Zdorovenin and his son, Kirill Zdorovenin, were charged in federal court in New York City with eight counts of fraud and one count of conspiracy.

"From far away, with the click of a mouse, the cybercriminal can victimize millions of people in the US," said US Attorney Preet Bharara in a statement. "As alleged, Vladimir Zdorovenin and his son did exactly that. They engaged in serial cybercrimes in Russia that targeted Americans and wrought havoc with their personal and financial information, using it to make phony purchases and to manipulate stock prices."

Vladimir Zdorovenin made a first appearance before a judge Tuesday after being extradited from Switzerland. His son remains at large.

The <u>computer hacking</u> into bank and brokerage accounts was done through a variety of schemes in 2004 and 2005, according to the Justice Department. Though the Zdorovenins were indicted in 2007, the indictments were unsealed for the first time Tuesday as Vladimir Zdorovenin, 54, made his court appearance.



He faces a possible maximum sentence of 142 years in prison.

The indictment says the Zdorovenins operated multiple phony Web sites and bank accounts in Russia and Latvia where they directed the money they stole.

They would use computer programs secretly installed on victims' computers that recorded personal financial information, such as credit card and brokerage account numbers. They also purchased stolen credit card numbers, the Justice Department reported.

Afterwards, they would make what appeared to be legitimate purchases from Internet businesses they ran using the stolen <u>credit card numbers</u>, which deceived banks into sending them money, the indictment says.

They also are accused of buying and selling thousands of shares of company stock using stolen brokerage account numbers to manipulate company stock values, then profiting from the fluctuating value of shares through their own brokerage account, which operated under the name of Rim Investment Management, Ltd.

(c) 2012 AFP

Citation: Alleged Russian cybercriminal charged in New York court (2012, January 18) retrieved 20 March 2024 from

https://phys.org/news/2012-01-alleged-russian-cybercriminal-york-court.html

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.