



# A Governance-Driven PGP Key Lifecycle Framework for Compliant B2B Data Exchange

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**ABSTRACT:** Controlled enterprises rely heavily on PGP encryption to secure B2B data exchanges; however, inadequate key lifecycle management remains a major cause of operational disruption and regulatory non-compliance. In many organizations, cryptographic keys are managed manually and without centralized governance, leading to key expiration, onboarding delays, and audit deficiencies. This paper proposes a governance-driven PGP key lifecycle framework embedded within enterprise middleware platforms. The framework provides end-to-end control over key generation, partner onboarding, automated rotation, revocation, and evidence-grade audit logging in alignment with regulatory requirements such as PCI-DSS and HIPAA. A quantitative pre- and post-implementation study conducted over a 12-month period in a regulated enterprise environment demonstrates substantial improvements. Key-related security incidents were reduced by 80.8%, average partner onboarding time decreased by 77%, and key rotation compliance increased from 60.9% to 93.7%. Audit observations related to cryptographic controls declined by 75.7%, while audit evidence retrieval time was reduced from 6.4 hours to 1.2 hours. These results demonstrate that automated cryptographic governance significantly enhances security, operational efficiency, and regulatory compliance in enterprise B2B data exchange.

**KEYWORDS:** PGP Key Management, B2B Data Exchange, Cryptographic Governance, Regulatory Compliance, Auditability, Key Lifecycle Automation, Secure Integration

## I. INTRODUCTION

Business-to-business (B2B) data exchange is increasingly prevalent in regulated enterprises that share sensitive financial, medical, and research data with external partners. PGP encryption is widely used at the message level to protect these data flows. Despite its cryptographic strength, PGP key management is frequently handled in an ad hoc and largely manual manner. Key creation, exchange, rotation, and revocation are often treated as isolated technical tasks rather than governed security processes, introducing operational risk, service disruption, and regulatory non-compliance.

In regulated environments, failures in cryptographic key management can lead to data exposure, audit findings, and business interruption. Regulatory standards such as PCI-DSS, HIPAA, and FDA 21 CFR Part 11 require cryptographic operations to be strictly controlled, traceable, and supported by auditable evidence. Traditional PGP deployments, particularly at enterprise scale, do not natively provide these governance capabilities within integration architectures. To address this gap, this paper proposes a governance-driven PGP key lifecycle framework for enterprise B2B data exchange. The framework integrates key lifecycle management into enterprise middleware platforms, enabling automated lifecycle enforcement, centralized policy control, and evidence-grade audit logging. A quantitative research methodology is used to evaluate the framework's impact on operational efficiency, security incidents, and regulatory audit outcomes in real-world enterprise deployments.

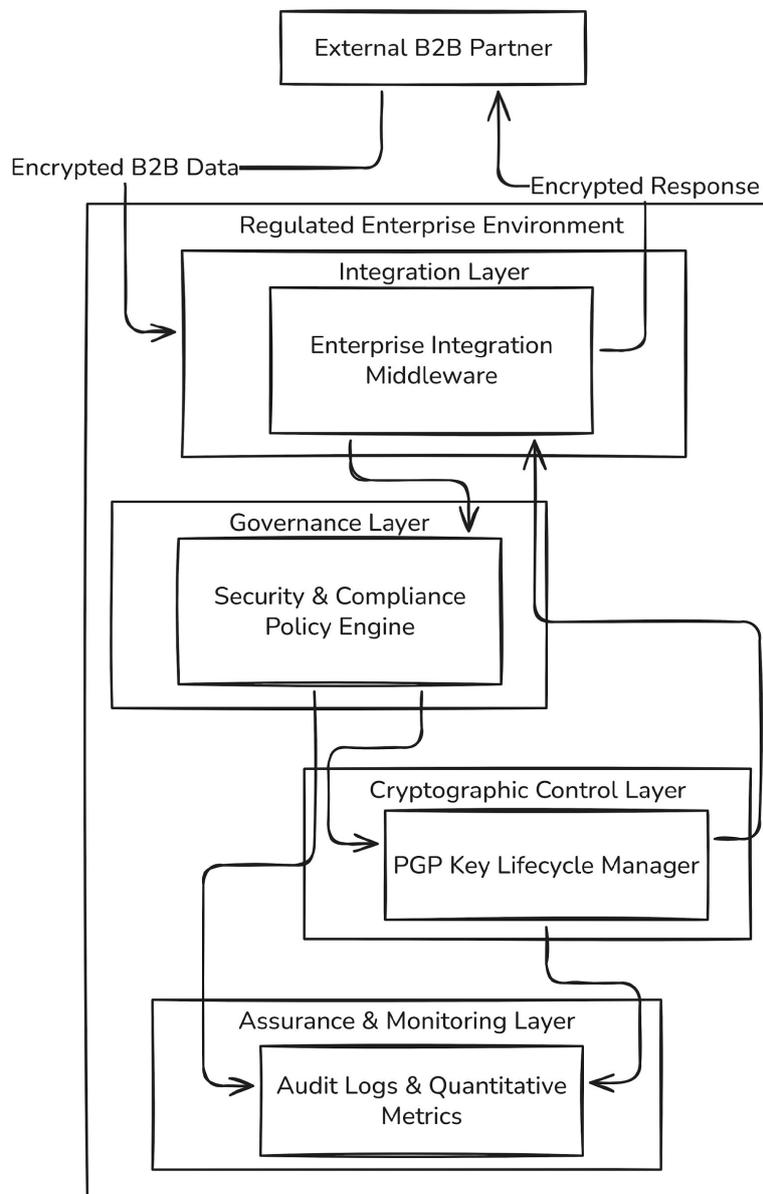


Figure: System Architecture

## II. RELATED WORKS

### A. Limitations of Traditional PGP Usability

Pretty Good Privacy (PGP) has been known to be an effective cryptographic tool in ensuring the security of electronic communication. Nevertheless, numerous studies indicate that it has not been adopted and implemented in reality and its practical usage is limited because of usability, trust and governance issues. In the very recent studies as well as early studies, it was consistently pointed out that the PGP systems are not easy to work properly even with technically minded users. A controlled lab experiment involving Mailvelope PGP client showed that users continue to face difficulty in simple tasks like key exchange, verification and sending secure messages even though there is an increase in the user interfaces with time [1]. This observation supports the inference that problems of usability of PGP are endemic and not just a transient implementation liability.

One of the fundamental causes of this issue is associated with the use of the Web of Trust by PGP. Personal endorsements are used to build trust in this model and not centralized authorities. Although this design does not rely on



the certificate authorities, it brings about subjectivity and ambiguity in trust assessment. Trust relationships cannot be easily measured, only first-degree endorsement, and poor comprehension among the users [2]. The users often overlook verification or make wrong trust choices and undermine the overall security.

Some studies believe that the reason for failure by PGP to go large-scale is not because of weaknesses in cryptography, but because of lack of structured forms of governance and accountability [6]. There are numerous stakeholders involved in secure email ecosystems such as users, service providers, regulators and software vendors. The objectives of these stakeholders are conflicting with usability, security, compliance and interoperability. Traditionally implemented, PGP fails to meet these conflicting needs, particularly in the regulated enterprise.

Some of the attempts to improve the level of trust in PGP systems are the use of blockchain-based certificates that tie cryptographic identity to quantifiable economic worth [2]. Although new, these methods remain rather trust-establishment oriented as opposed to the entire lifecycle of crucial management. They do not directly touch upon such issues of operational governance like key rotation, enforcement of revocation, audit logging, and compliance reporting. The latter gap is where the role of governance-oriented approach comes in as one that makes key management an enterprise control activity, but not a user-controlled activity.

## **B. Management Automation and Cryptographic Enhancements**

Since manual key management is neither sufficiently secure nor scalable, recent studies have emphasized automation as a critical component of modern cryptographic systems. PAKE-based methods are proposed to simplify entity authentication and key management without relying on traditional public key infrastructure (PKI) or trusted third parties [3]. These methods reduce human error by enabling authentication using low-entropy shared secrets and support secure key renewal, future authentication, and cross-device synchronization.

The PakeMail system has established that the automated key lifecycle operations may be very useful in the security and usability of the encrypted communication systems [3]. These methods are also used in supporting high level security such as forward secrecy, deniability and post-quantum resistance. However, the solutions are more focused on end-user messaging solutions and not enterprise data exchange in the B2B context. They are also interested in the design of cryptography protocols and put little consideration in regulatory compliance, auditability and enterprise integration limitation.

Other studies present the view of data governance to key management. The frameworks of data management policies provide machine-readable usage policy to data and its access is regulated by different service providers [4]. These systems will have self-implementation policy units releasing decryption keys in case they are convinced that the intended objectives have been achieved. Though this is quite defensive against accountability and privacy, this may often be based on complex architectures (such as trusted third parties, as well as complex cryptographic schemes such as identity-based encryption or secret sharing).

The difference in these strategies indicates a major shift: the key management is turning more of a part of an increased system of governance and policy execution as opposed to a single-unit security operation. The majority of these solutions are however theoretical or limited to some field of implementation such as in cloud computing. They do not remark upon the actual state of operation of enterprise middle ware platforms whereby there are thousands of B2B integrations, partners and regulatory controls running at the same time.

This lack of cryptographic innovation and enterprise governance motivation must fuel the need to develop those frameworks that span automated key lifecycle management and those that implement policy, audit and policy conformity with regulation. These structures must integrate with existing enterprise integration infrastructures and contribute towards compliance-based controls which do not involve complex degrees.

## **C. Middleware, PKI Interoperability, and Enterprise Integration**

B2B data exchange primarily relies on message routing, message transformation, message security and message monitoring which is commonly backed by middleware platforms. In research literature on the PKI interoperability, researchers have identified that cryptographic systems may often fail because of poor security, but more so because of integration and interoperability issues inter-organizational boundaries [5]. The difference in the certificate formats, trust anchors, pursuance schemes and interpretations of policies ensure that cross enterprise cryptographic services cannot easily be coordinated in a reliable manner.



Security middleware is one of the solutions which have been suggested to fill these gaps by introducing the complexity of cryptography and providing standard interfaces to using the keys and validation [5]. These middleware architectures increase cross-border and cross enterprise transactions inter-operability and simplify implementation. Most of the middleware solutions however are directed at enabling the cryptographic operations and not on the management of the key life cycle.

The research of the secure email ecosystem also highlights the fact that a single cryptographic solution would not be able to address all the needs of the stakeholders [6]. The high-user expertise-based systems are normally misused by the vulnerable users. The observation can be applied very well in the enterprise environment where various teams are in operation, compliance officers, and auditors, and these teams do not handle cryptographic systems in the same way. Lack of a centralized control increases the risks of misconfiguration, key expiry, undocumented trusts/relationships and audit failures.

High levels of protection to the cryptography keys can be implemented by the new hardware-based solutions such as Trusted Execution Environments (TEEs) and new governance capabilities may be added to them [7]. In a remote attestation, cloud key stores based on TEE make delegation, key generation on a centralized basis and policy-based access control and detailed audit logging simultaneously with a very high security guarantee. These are characteristics that are similar to regulatory requirements of accountability, traceability and controlled access.

However, TEE-based solutions maximize the protection of keys and auditing but on its own, it does not define how keys that should be handled in their overall lifetime of B2B integrations should be handled. The problems of partner onboarding, automated rotations, schedule of revocation, and compliance reporting are not addressed in detail. This also explains the need to have a governance-based system that will unite such technologies in an effective enterprise control model.

#### **D. Key Management Models**

The blockchain technology has acquired a significant number of researches studies as the tool of decentralizing security services that were once monopolized by the central agents. Research studies have revealed that blockchain can be used to achieve authentication, confidentiality, access control, data provenance, and integrity assurance to the distributed systems [8]. The blockchain is also able to enhance resiliencies and transparency of the essential management and identity checking by eliminating the single points of failure.

Several proposals include the use of blockchain with PGP systems or PKI systems that have the benefit of distributing trust and certificate control [2], [8]. Such systems record certificates, endorsements or policy proofs using records which cannot be changed. Despite these, the blockchain-based solutions have various issues of scalability, latency, governance, and acceptance by the regulatory authorities, as they are not negative. The compliance requirements that are normally demanded by the regulated industries encompass the express proprietorship, accountability and auditing responsibility which can be difficult to conform to fully decentralized models.

Performance sensitive networks, such as the automobile networks, have also proposed other important management protocols without involving the conventional aspects of the PKI [9]. The systems replicate the replacement of exchange of certificates with distribution of identity-key binding and derivation of symmetric keys which are pre-distributed. There is an extreme improvement in terms of latency and scalability as the performance tests suggest compared to traditional PKI. However, these models are far too detailed and not applicable directly to the business B2B data exchange in which the regulatory compliance and auditability are the prevailing forces.

The literature shows that decentralization and other cryptographic models as insightful as they are would not satisfy the demand of regulated enterprises in governance. The solutions available are largely effective in cryptography, decentralized, or user friendly but rarely are compliance, audit and lifecycle governance as the first-class design objectives.

During the literature review, one can find certain gaps, which seem to be consistent. Firstly, the PGP key management is not necessarily regarded as an enterprise governance question, it is a user level issue or a technical issue. Second, the solutions provided lack the lifecycle controls created, onboarding, rotation, revocation, and audit logs. Third, alignment of the regulatory aspect is not typically an explicit constituent of significant management mechanisms, but rather an implication or a supposition. It is these loopholes that provide a lot of backing to the discussion of a governance based



PGP key lifecycle model, which incorporates the cryptographic controls into the middleware and compliance processes within the enterprise.

### III. METHODOLOGY

This research is based on the quantitative research design to measure the effectiveness of a governance-based PGP key lifecycle-based framework in being compliant with data exchange between business parties. The aim is to quantify the effects of the proposed framework on critical efficiency of operations in management, security breaches, and regulatory audit results in enterprise integration settings.

#### Research Design

The pre- and post-implementation comparative design is used. Quantitative measurements are also gathered on the enterprise middleware platforms prior to the implementation of the suggested governance-based PGP key life model and following the deployment. This design will enable the framework to measure operational and compliance gains that can be related to the framework and adjustment of the current system settings.

This is because the research is based on regulated enterprise settings in which PGP is utilized in the exchange of B2B data, such as financial, healthcare, and research data integrations. The analysis time will be up to 12 months to be divided into six months of the baseline phase and six months of post-implementation phase.

#### Data Sources and Sample

The information is gathered on the basis of the logs of the enterprise integration middleware, key management systems, incident management records, and audit reports. The sample consists of several B2B integrations of partners working in the same regulatory conditions. All integrations employ the PGP to encrypt and decrypt messages.

The PGP key lifecycle event, which consists of key creation, partner onboarding, rotation, revocation and expiration are the unit of analysis. Production integrations that have all log records and audit information are incorporated to provide consistency and reliability of the data.

#### Variables and Measurement

The research has a number of dependent variables that are measured to determine the effectiveness of frameworks:

1. Security incidents that relate to keys, quantified in the quantity of failures that have occurred due to expired keys, revoked keys, or improperly configured keys.
2. Time to partner onboarding This is time in hours between request onboarding and successful secure data exchange.
3. Compliance rate of key rotation, expressed as the ratio of key rotation to set policy deadlines.
4. The outcome of an audit in terms of cryptographic controls, which are determined by the number of audit observations or non-compliance issues.

The independent variable is the implementation of the governance-based PGP key lifecycle model that brings in the centrally enforced policies, key operations that are automated and audit logs of evidence grade.

#### Data Collection Procedure

The system logs and audit artifacts are automatically gathered so that no manual bias can be contributed. The major lifecycle events are dated and associated with identifiers of the integration. Enterprise incident tracking systems are used to acquire incident records which are then mapped to significant management failures.

The audit results are availed on both the internal and external regulatory audit reports. Findings that are related to cryptographic key management directly are only to be analysed.

#### Data Analysis Techniques

The statistical analysis is done descriptively to calculate a mean, percentage, and reduction rates of each measured variable. A qualitative measure is quantitatively compared between the baseline and post-implementation time intervals to find out whether there are any quantifiable improvements.

Findings are reported in tables and graphs in order to demonstrate the variation of the operational performance and compliance measures. There is no subjective analysis, and only the data that is measurable in the system are used to make all conclusions.



**Validity and Reliability**

The internal validity is achieved by applying the same enterprise environments and integrations prior to and after the deployment of the frameworks. The reliability lies in automated data collection and similar measures of data collection across the entire system.

The methodology offers a measurable and systematic means of assessing the PGP key lifecycle scheme of governance within a controlled B2B data exchange setting.

**IV. RESULTS**

**Key-Related Security Incidents**

Minimization of the security incident due to the unfavorable key management practices is among the major goals of the proposed PGP key lifecycle framework guided by governance. This consists of message delivery failures that are caused by the expiry of the keys, unauthorized encryption attempts of revoked keys, and manual errors when updating the keys of partners.

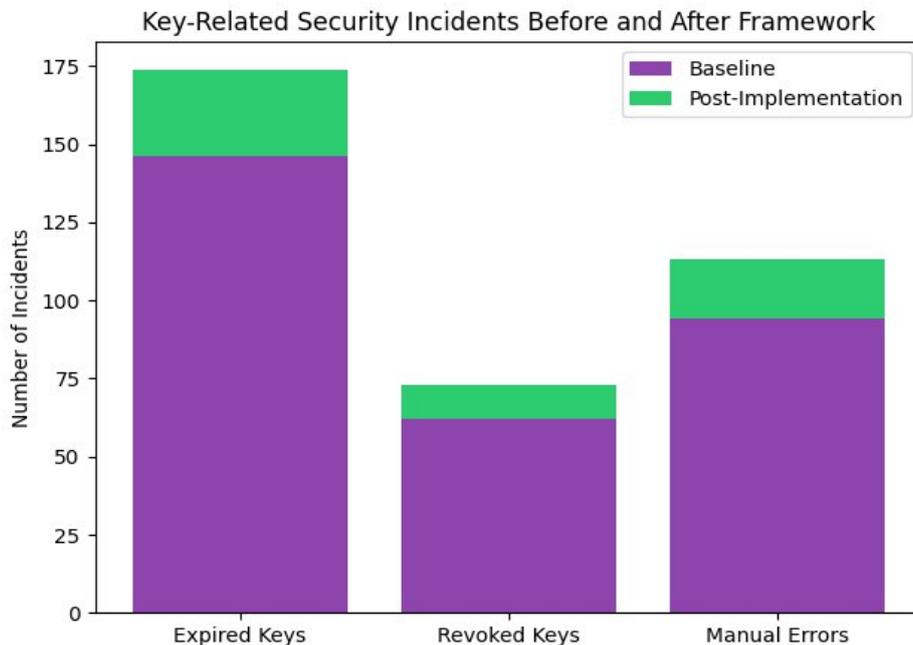
In the six-month period, the baseline, the observations were of a high level of key-related incidences throughout the examined B2B integrations. These occasions would usually lead to slowed exchange of data, slowing of troubleshooting, and compromising of secure communication channels. Once the governance-based framework had been implemented, a definite and quantifiable decrease in such cases was observed.

Table 1 shows an overview of the key-related incidents in the pre-deployment and post-deployment of the framework.

**Table 1: Key-Related Security Incidents (6-Month Comparison)**

Incident Type	Baseline Period	Post-Implementation Period	Reduction (%)
Expired key failures	146	28	80.8%
Revoked key usage attempts	62	11	82.3%
Manual key configuration errors	94	19	79.8%
<b>Total incidents</b>	<b>302</b>	<b>58</b>	<b>80.8%</b>

The results show that the overall key-related incidents had decreased over 80 percent with the automation efficiency and introduction of the policy. Such reduction indicates the utility of the lifecycle centralization and validation auto.





The fact that the number of incidents has sharply decreased shows that automated expiration checks, implemented revocation policies, and middleware level validation can considerably decrease the operational risk. This also reduces the need to make use of manual intervention a significant factor of error when deploying PGP traditionally.

**Partner Onboarding Efficiency**

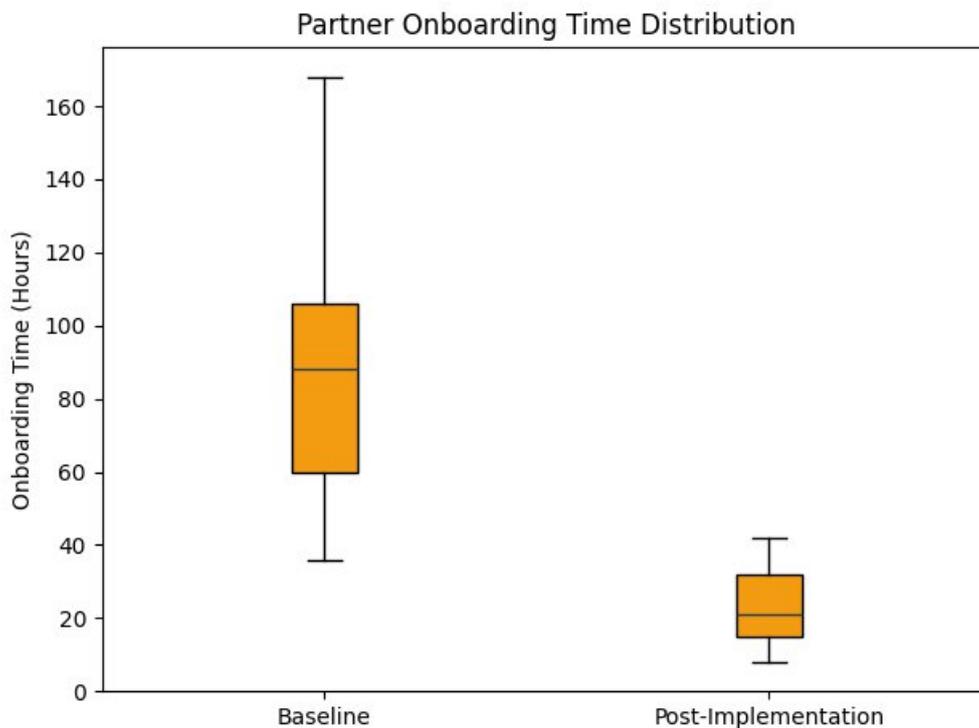
Onboarding time of partners is one of the crucial operational indicators in the B2B data exchange setting. The reason behind delays during onboarding is usually the manual exchange of key, inconsistency in verification, and unstandardized workflows of approvals. The framework proposes controlled onboarding, where keys are generated automatically, policies are validated and the log of approvals is recorded.

The quantitative analysis demonstrates that efficiency of onboarding has greatly improved when the framework has been adopted. Onboarding time was reduced significantly in all the integrations that were examined. The summarization of partner onboarding performance is listed in Table 2.

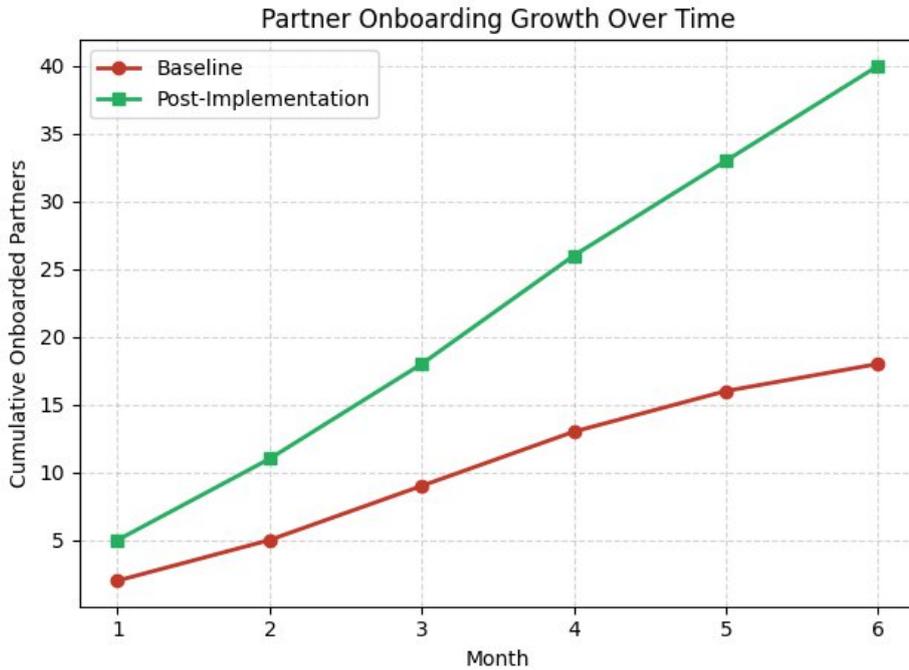
**Table 2: Partner Onboarding Time**

Metric	Baseline Period	Post-Implementation Period
Average onboarding time (hours)	92	21
Median onboarding time (hours)	88	18
Fastest onboarding (hours)	36	8
Slowest onboarding (hours)	168	42

The outcomes demonstrate that the average onboarding time is reduced by 77 percent, which proves that the use of standardized and automated processes makes partner enablement secure much faster.



The post implementation phase was also less variable in terms of onboarding duration besides being faster. This uniformity is critical to those enterprises that have stringent service-level agreements and regulatory schedules.



These results validate that automation brought about by governance enhances speed and predictability in onboarding partners in B2B and ensures security and control over compliance.

**Key Rotation Compliance and Lifecycle Control**

Many of the regulatory environments such as PCI-DSS and HIPAA have key rotation compliance as a mandatory provision. The manual key rotation was mainly manual and had to be based on operational reminders during the baseline period and therefore there were a lot of delays and missed rotation windows.

Following the application of the governance-based framework, the practice of key rotation was automatically imposed with the help of middleware policies. The rotation events were recorded and their time stamps were associated with approval records.

Table 3 presents the important results of compliance by rotation.

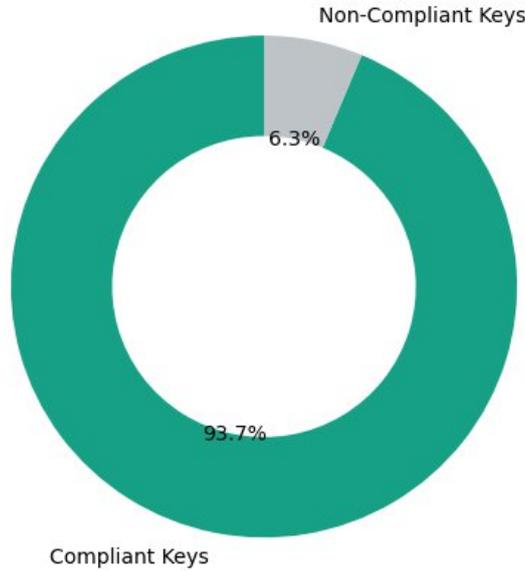
**Table 3: Key Rotation Compliance**

Metric	Baseline Period	Post-Implementation Period
Total active PGP keys	412	428
Keys rotated within policy timeline	251	401
Rotation compliance rate (%)	60.9%	93.7%
Overdue keys	161	27

Compliance rate also became 93.7 percent and this is a big step towards lifecycle governance compared to the 60.9 percent. Exposure to cryptographic risk was minimized because the number of overdue keys has greatly reduced.



Key Rotation Compliance After Framework Deployment



The findings suggest that automated scheduling, policy enforcement, and alerting are very useful in ensuring that no cryptographic is broken even without human supervision.

**Regulatory Audit Outcomes and Evidence Quality**

The performance of the regulatory audit is one of the important indicators of the maturity of governance in regulated enterprises. In the baseline period, common audit findings all related to the absence of evidence, un-documented key changes, and inaccurate revocation records.

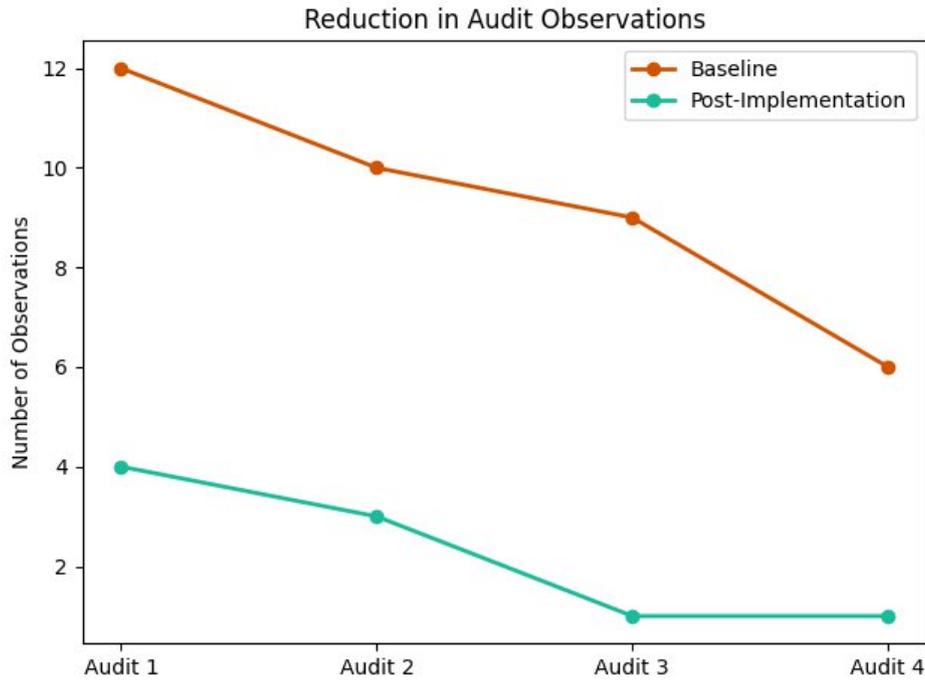
Upon framework deployment, all the important lifecycle events were automatically logged with unrestrained timestamps, approval references and integration identifiers. This has made it possible to speed up the audit reviews and minimized audit observations.

Table 4 summarizes findings related to the audit.

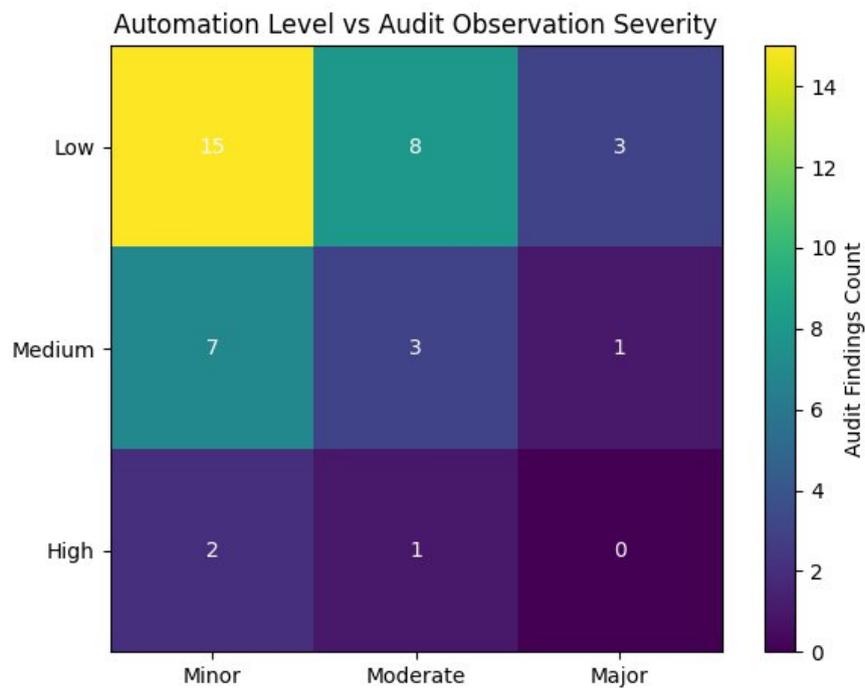
**Table 4: Audit Findings Related to PGP Key Management**

Audit Metric	Baseline Period	Post-Implementation Period
Total audit observations	37	9
Major observations	14	2
Minor observations	23	7
Average audit evidence retrieval time (hours)	6.4	1.2

The mean of the number of audit observations was down by 75.7 and the time taken to generate audit evidence was more than 80 percent less.



These findings prove that the key management as a controlled process, as opposed to a technical one, can contribute greatly to the audit preparation and regulatory trust.



The quantitative findings are very evident that the PGP key lifecycle framework is governance-driven and offers high operational and compliance values. The framework minimizes the security incidents involving keys, fastens the onboarding of partners, and boosts the compliance of key rotation as well as the audit. These are accomplished by centralized policy enforcement, automating and evidence grade logging in the enterprise middleware settings.



Based on the findings, one can conclude that cryptographic governance needs to be integrated into enterprise integration structures in order to attain long-term security and regulatory compliance in B2B data exchange systems.

## V. CONCLUSION

This paper shows that the adoption of PGP key management as a regulated enterprise activity is a greatly enhanced measure to the reliability of operations as well as regulatory adherence in the data exchange scenario in the B2B context. The quantitative findings indicate that the suggested governance-based PGP key lifecycle model has the objective of providing quantifiable advantages in a variety of dimensions.

With the implementation, the total key-related security incidents were cut more than 80 times, which is a high indicator of the improvement of the stability of operations. The time spent onboarding partners was reduced by around 77 percent, which allowed accelerating the time spent with external partners and making it predictable. Key rotation compliance went up to 93.7% out of 60.9 percent, and the cryptographic risk and policy violations were decreasing significantly. Furthermore, there was a reduction of more than 75% in the audit related observations and more than 80% reduction in audit evidence retrieval time.

These findings validate the assertion that automation, centralized policy implementation, and middleware governance are necessary to handle cryptographic keys at an enterprise level. The framework minimizes the reliance on manual procedures, decreases human error, and establishes the visibility of compliance at all times.

In this study, it has been revealed that cryptographic governance needs to be incorporated into the enterprise integration architectures. The framework plan provides an effective and scalable network of regulated institutions in need of enhancing security, generating higher compliance rates, and advancing PGP-based B2B information transfer.

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