PowerLess Trojan: Iranian APT Phosphorus Adds New PowerShell Backdoor for Espionage

or cybereason.com/blog/powerless-trojan-iranian-apt-phosphorus-adds-new-powershell-backdoor-for-espionage



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Over the past months, the <u>Cybereason Nocturnus Team</u> observed an uptick in the activity of the Iranian attributed group dubbed Phosphorus (AKA Charming Kitten, APT35), known for previously attacking <u>medical research organizations</u> in the US and Israel in late 2020, and for targeting <u>academic researchers</u> from the US, France, and the Middle East region back in 2019.

They have also <u>previously targeted</u> human rights activists, the media sector, and interfered with the US presidential elections.

Towards the end of 2021, multiple attacks were carried out exploiting the notorious Microsoft Exchange Server vulnerabilities chained together and referred to as <u>ProxyShell</u>, which ultimately enabled multiple threat actors to deploy malware on their targets' networks. There have been <u>several reports</u> detailing the exploitation of these vulnerabilities by Iranian state sponsored threat actors, among them the Phosphorus APT group carrying out ransomware attacks.

Cybereason researchers recently discovered a new set of tools which were developed by the Phosphorus group and incorporated into their arsenal, including a novel PowerShell backdoor dubbed *PowerLess Backdoor*. Our research also highlights a stealthy technique used by the group to avoid PowerShell detection by running the PowerShell Backdoor in a .NET context rather than spawning the PowerShell process.

In addition, several interesting connections were found between the Phosphorus group and the <u>Memento Ransomware</u> that first emerged in late 2021.

Key Findings

Novel PowerShell Backdoor: A novel and previously undocumented PowerShell backdoor related to the Phosphorus group was discovered by the Cybereason Nocturnus Team and dubbed *PowerLess Backdoor*. It supports downloading additional payloads, such as a keylogger and an info stealer.

Evasive PowerShell Execution: The PowerShell code runs in the context of a .NET application, thus not launching "powershell.exe" which enables it to evade security products.

Modular Malware: The toolset analyzed includes extremely modular, multi-staged malware that decrypts and deploys additional payloads in several stages for the sake of both stealth and efficacy.

Highly Active Infrastructure: At the time of writing this report, some of the IOCs remained active delivering new payloads.

Wide Range of Open Source Tools: A lot of the activity observed involved a variety of publicly available tools, such as cryptography libraries, weaponizing them for payloads and communication encryption.

Shared IOCs with Memento Ransomware: One of the IP addresses serves a domain which is being used as command and control (C2) for the recently discovered <u>Memento Ransomware</u>.

- **Phosphorus Threat Group:** The Phosphorus Threat Group was previously spotted attacking research facilities in multiple regions such as the US, Europe and the Middle East. The group is known to be behind multiple cyber espionage and offensive cyber attacks, operating in the interest of the Iranian regime, leveraging cyberwarfare in accordance with Iran's geopolitical interests.
- Use of Publicly Available Exploits: The Phosphorus Group was first seen exploiting the ProxyShell vulnerability, and later on the <u>Log4j vulnerability</u> as well, utilizing fresh exploits in the wild.

A Glimpse into Phosphorus Updated Arsenal

Following up on both public and non-public intelligence that is available to Cybereason in regard to the Phosphorus threat actor, the Cybereason Nocturnus Team was able to identify a new toolset that includes a novel backdoor, malware loaders, a browser info stealer, and a keylogger.

It is worth noting that some of the more recent methods that were observed in attacks attributed to the Phosphorus group included open-source tools such as the famous <u>DiskCryptor</u> library and also BitLocker, along with the <u>Fast Reverse Proxy</u> which is used

for RDP proxying.

The following sections will detail the discovery process and analysis of the newly identified tools.

Pivoting from a Previously Known Arsenal

The journey to the discovery of the new toolset started with threat intelligence efforts that included pivoting on an IP address (162.55.136[.]20) that was already attributed to Iranian threat actors by multiple sources, including <u>US CERT</u>.

While examining different files that were downloaded from this IP address, we stumbled upon a file named "<u>WindowsProcesses.exe</u>":

Scanned	Detections	URL
2021-11-20	<mark>6</mark> / 94	http://162.55.137.20/
2021-11-20	<mark>6</mark> / 94	http://162.55.137.20/aaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaaa/texts/American/b217.txt
2021-11-19	<mark>5</mark> / 94	https://162.55.137.20/
2021-10-15	4 / 90	http://162.55.137.20/gsdhdDdfgA5sS/ff/WindowsProcesses.exe
2021-08-03	2 / 89	http://162.55.137.20/gsdhdddfga5ss/mimi/x64/mimikatz.txt
2021-10-03	0 / 89	http://162.55.137.20/gsdhdDdfgA5sS/ff/
2021-09-29	0 / 89	http://162.55.137.20/gsdhdDdfgA5sS/20/
2021-09-29	0 / 89	http://162.55.137.20/gsdhdddfga5ss/20/
2021-09-19	0 / 89	http://162.55.137.20/connector3.txt
2021-08-01	0 / 89	http://162.55.137.20/FUZZ

URLs 🕕

WindowsProcesses.exe hosted on the abovementioned IP

The file seems to have only been detected by 35/68 antivirus vendors, according to VirusTotal:



WindowsProcesses.exe details as seen in VirusTotal

Analysis of WindowsProcesses.exe

This file, entitled "WindowsProcesses.exe" is a 64-bit executable loader whose sole purpose is to resolve relevant DLLs and load another file from the "%windir%\Temp" path entitled "dll.dll":



WindowsProcesses and related modules execution diagram

Once the relevant DLLs (mostly related to .NET runtime libraries) and API calls are resolved, dll.dll is executed:

```
4C 8D 0D ED 11 00+lea
                            r9, aRun
                                                "run'
00
48 8D 15 BE 11 00+lea
                            rdx, aCWindowsTempUp ; "C:\\Windows\\Temp\\upc"
00
                            [rsp+38h+var_18], rdx
48 89 54 24 20
                   mov
4C 8D 05 E2 11 00+lea
                            r8, aDllProgram ; "dll.Program"
00
48
  8B 01
                   mov
                            rax, [rcx]
   8D 15 F0 11 00+lea
                            rdx, aCWindowsTempD1 ; "C:\\Windows\\Temp\\dll.dll"
48
00
FF
   50 58
                   call
                            qword ptr [rax+58h]
48
  8B 4C 24 50
                            rcx, [rsp+38h+arg_10]
                   mov
48
  8B 01
                                 [rcx]
                   mov
                            qword ptr [rax+10h]
FF
   50 10
                   call
                            rcx, [rsp+38h+arg_18]
rax, [rcx]
  8B 4C 24 58
48
                   mov
48
  8B 01
                   mov
                            qword ptr [rax+10h]
FF
  50 10
                   call
                            rcx, [rsp+38h+arg_8]
  8B 4C 24 48
48
                   mov
  8B 01
48
                   mov
                                 [rcx]
                            rax.
   50 10
                   call
                            qword ptr [rax+10h]
```

The main code of WindowsProcesses.exe

By the looks of it, the authors could have been inspired by a code snippet found publicly available <u>on GitHub</u>, which facilitates running PowerShell with CLR in native runtime. The snippet is named "Powerless", and the authors seem to have kept that naming convention, as shown in the PDB path of the binary:

C:\\Users\\pugna\\Desktop\\126\\V1**PowerLessCLR**\\x64\\Release**PowerLessCLR**.pdb

Analysis of dll.dll

DII.dll is a simple .NET AES decryptor that uses a hardcoded key "()*&3dCfabE2/123" to decode another file named "upc" to ultimately execute PowerShell code from the decrypted object:



The code of dll.dll

upc

The upc encrypted BLOB is decrypted using dll.dll, and contains multiple encryption layers that all are decrypted in stages using base64 and AES ECB decryption.

The keys that are being used for decryption are as follows:

- ()*&3dCfabE2/123
- 0123654789mkiujn
- 25sL(*14@#SDFcgd

Prior to decrypting the PowerShell backdoor, an intermediate stage takes place when the victim's machine is assigned a unique identifier which is sent to the C2, which downloads an additional configuration:



The intermediate stage during the PowerLess backdoor decryption

Analysis of the PowerLess Backdoor

After all the AES encrypted layers are decrypted, the PowerLess backdoor is executed:



PowerLess backdoor command parsing code segment

The PowerLess backdoor is equipped with the following capabilities:

- · Downloading and executing additional malware and files
 - Additional modules:
 - Browsers info stealer
 - Keylogger module
- Encrypted channel with the C2
- Executing arbitrary commands
- Killing processes
- Stealing browser data
- Keylogging

It is worth mentioning that the backdoor is being run within a .NET context, so therefore it does not spawn "powershell.exe". This behavior can be interpreted as an attempt to evade certain PowerShell detections, although PowerShell logs are being saved on the machine:



Windows Processes and the malicious loaded module "dll.dll" as seen in the Cybereason XDR Platform

Oddly enough, there is a part of the code in the PowerLess Backdoor, that do spawn a powershell.exe process, when the request to kill a process is received from the C2:



A part of the PowerLess Backdoor that spawns powershell.exe

It can be assumed that the native language of the backdoor's authors is likely not English given the abundance of typos and grammatical mistakes found in the code:



PowerLess backdoor logging

Keylogger

One of the modules downloaded by the PowerLess backdoor is a keylogger that is written in .NET. It's core functionality is quite simple, consisting of hooks and the logging of the user's keystrokes:



Partial code from the keylogger module

The logs are being stored in the following path: "C:\\Windows\\Temp\\Report.06E17A5A-7325-4325-8E5D-E172EBA7FC5BK":

```
// Token: 0x04000006 RID: 6
private static string temppath = "C:\\windows\\temp\\Report.06E17A5A-7325-4325-8E5D-E172EBA7FC5BK\\";
```

Logs path of the keylogger module

Stealer

Another module is a browser info stealer, which is also written in .NET, and includes the <u>BouncyCastle</u> crypto library. It also uses an SQLite data reader object for Chrome and Edge browser database files. In the staging phase, the data is encrypted and written in JSON format for exfiltration:



The logs are being stored in the following path: "C:\\Windows\\Temp\\cup.tmp":

Logs path of the stealer module

Additional Tools Potentially Related to Phosphorus

In addition to the newly discovered PowerLess Backdoor, other tools were identified by the Nocturnus Team which are suspected to originate from the same developer. However, at this point in time there isn't enough evidence to conclusively tie these tools to Phosphorus with a high level of confidence.

Looking at the PE info of "WindowsProcesses.exe", the below PDB path is present: "C:\Users\pugna\Desktop\126\V1\PowerLessCLR\x64\Release\PowerLessCLR.pdb":

Portable Executable Info ①

Debug Artifacts

Path C:\Users\pugna\Desktop\126\V1\PowerLessCLR\x64\Release\PowerLessCLR.pdb GUID d55e0a4a-99ee-4b15-9d70-d8d0cee31ea2

The PDB path from WindowsProcesses.exe

Searching for the prefix "C:\Users\pugna" returns other unidentified tools:

'C:\Users\pugna"				茸 Help	Q	<u> </u>	000	(1
	$\Box \rightleftharpoons FILES 5/5$			\$₽ (1)	x ®	÷	ß	$\underline{\vee}$
		Detections	Size	First seen	Last seen	Submitte	ers	
	014E7308830F4A58166083369341838E1438914154FE688709880650F0407884 Image: Constraint of the state of the	8 / 67	8.10 MB	2021-12-29 11:01:49	2021-12-29 11:01:49	1		•
	6F95EF64B6A6171369E8292D10931D12EEC881429053C88D10AAD82FDE538803	21 / 66	5.00 KB	2021-10-03 15:58:31	2021-10-03 15:58:31	1		O _o DLL
	A4C9883560789738494581EA61861869A83025CEAFE6067840C67FF43C65F6848	34 / 64	10.50 KB	2021-10-03 11:40:55	2021-10-03 11:40:55	1		exe
	A149848698A08358EA084416882E0847788434034858651F872F76580E0825E	20 / 69	500.50 KB	2021-07-19 10:05:40	2021-07-19 10:05:40	1		exe
	48988A42C76AEFCAD928A2D2ACA32BF7A8FF7831F6E212878882923C2C12865 Image: Comparison of the set of the	2/69	6.50 KB	2020-11-14 06:24:17	2020-11-14 06:24:17	1		exe

Artifacts found in VirusTotal with the search "C:\Users\pugna"

Chromium F

"Chromium F.exe" is yet another .NET browser info stealer. Although the code is different, by the functionality it is similar to the abovementioned info stealer module, leading us to assess that it might be an earlier variant:



Code segment from Chromium F.exe

Sou.exe - Audio Recorder

"Sou.exe" is another .NET file, but this time it's an audio recorder which uses the <u>NAudio</u> open source library:



Code segment from Sou.exe

A New Locker in the Making?

One of the more recent tools that was allegedly from the same developer is what appears to be an <u>unfinished Ransomware</u> variant. It is also written in .NET and at this point doesn't do anything except locking the target's screen. As can be seen, the fields like the

ransom amount and attacker's email are yet to be set. Although unfinished, it is worth mentioning that the sample was uploaded from Iran via web, and it might imply yet another step in the direction of this threat actor towards ransomware:



Unfinished ransomware sample uploaded to VirusTotal from Iran

	Ooops, your files have been encrypted!	Open Browser for payment
Many of your docume been encrypted. Mayb can recover your files y	nts, photos, videos, databases and other files are no longer accessible because they have se you are busy looking for a way to recover your files, but do not waste your time. Nobody without our decryption service.	double price in:
		74 50 40
		/1:59:40
		permanent lost your data in :
		119:59:40
amount USD\$	amoujkasgdkasgdkgaskdgadgasjkdgjasgdjasghdjh	Copy Amount
Our E-email	emailaddipjipadhoiashdoashdopuashduoiasghdiuasgdigasdgiaosdg	Copy E-m
Bitcoin Address	bcwallhasudhauoshdoashdlhasohdoashdopashdoahsopdhasodhash	Copy bt

The unfinished ransomware locker screen

Analysis of FRP Loaders

Java Multi Platform Loader

One of the more active IPs that was <u>reported</u> in the ProxyShell attacks was 148.251.71[.]182. In addition, another <u>recent report</u> mentions this IP address as part of an active exploitation of the <u>Log4j vulnerability</u>:

Scanned	Detections	Status	URL
2021-12-23	7 / 93	200	http://148.251.71.182/update.tmp
2021-12-22	<mark>6</mark> / 93	200	http://148.251.71.182/symantec_linux
2021-12-21	<mark>6</mark> / 93	-	http://148.251.71.182/symantec
2021-12-20	<mark>6</mark> / 93	200	http://148.251.71.182/
2021-12-19	7 / 93	404	http://148.251.71.182/plink.exe
2021-12-23	7 / 93	200	http://148.251.71.182/symantec.tmp
2021-12-19	<mark>5</mark> / 93	-	http://148.251.71.182:1389/rce
2021-12-23	7 / 93	200	http://148.251.71.182/symantec_linux.x86
2021-12-16	5 / 93	-	http://148.251.71.182:1389/RCE
2021-12-14	<mark>6</mark> / 93	404	http://148.251.71.182/%20update.tmp

Files found on the IP address 148.251.71[.]182

The "symantec" and "update" themed files all serve the FRP again. The "RCE" links, on the other hand, serve a Java loader that distinguishes the victim machine's operating system and drops the appropriate version of FRP:

200 Status	application/java-vm Content Type
	200 Status

The Java RCE class

URLs ①

There are two slightly different variations of the loader, but eventually they check for the file separator of the OS, which is "/" in case it's Linux or "\" in Windows, and then downloads the payload and creates persistence:



Content of the malicious Java class

Powershell to Exe Downloader

Another loader which eventually delivers FRP is PowerShell code converted to an executable by the "Ps1 To Exe" freeware that is available for <u>download</u> on public forums, where less technical people can successfully use it:



Information about one of the FRP loaders

Finally, the loader creates a scheduled task for FRP, of course while being dependent on the OS type.

A full process tree of a real time attack that exploits the ProxyShell vulnerability and deployment of the FRP modules, can be seen below:



A real time FRP staging and execution as seen in the Cybereason XDR Platform

Once the attackers exploited the vulnerable Microsoft Exchange Server, they downloaded the FRP module, ran multiple reconnaissance commands, created persistence, dumped credentials using a known LOLBIN technique (<u>Comsvcs.dll</u>), and attempted to move laterally, as can be seen in the above Cybereason XDR Platform image.

The Memento Ransomware Connection

Another IP that appears in US CERT's list is 91.214.124[.]143. Searching it in VirusTotal reveals other malicious files communicating with it, as well as unique URL directory patterns that reveal a potential connection to Memento Ransomware:

- The string "gsdhdDdfgA5sS" appears to be generated by the same script as the one listed in the <u>Memento Ransomware IOCs</u>: "gadfTs55sghsSSS".
- The domain "google.onedriver-srv[.]ml" was previously resolved to the IP address 91.214.124[.]143 mentioned in the <u>US CERT</u> alert about Iran state sponsored actors activity:

uri	https://google.onedriver-srv.m/gadfTs55sghsSSS	Callhome for exfiltration
url	169.51.60.221:1331/en-us/docs.html?type=&v=1	source for remote script executing XMRig miner
url	27.102.127.120/r.exe	remote copy of WinRAR
url	hxxp://45.77.76.158:25643/w	Remote script source for BitCoinMiner
domain	google.onedriver-srv.ml	SSH reverse shell and web exfil host
url	transfer.sh/cnPW0x/Connector3.exe	Backdoor download location

Some of the Memento IOCs that are suspected to be related to Phosphorus

The "Connector3.exe" naming convention: as mentioned above, Phosphorus has been observed using the FRP tool in many occasions. The file name that is used for FRP and reported by the US CERT is "Connector3.exe". As can be seen below, the same name is being used to name a backdoor by Memento:

Filename:	Connector3.exe
MD5:	e64064f76e59dea46a0768993697ef2f
Filename:	Audio.exe or frpc.exe
MD5:	b90f05b5e705e0b0cb47f51b985f84db
SHA-1	5bd0690247dc1e446916800af169270f100d089b
SHA-256:	28332bdbfaeb8333dad5ada3c10819a1a015db9106d5e8a74beaaf03797511aa
Vhash:	017067555d5d15541az28!z
Authentihash	ed463da90504f3adb43ab82044cddab8922ba029511da9ad5a52b8c20bda65ee
Imphash:	93a138801d9601e4c36e6274c8b9d111
SSDEEP:	98304:MeOuFco2Aate8mjOaFEKC8KZ1F4ANWyJXf/X+g4:MeHFV2AatevjOaDC8KZ1xNWy93U
	Identical to "frpc.exe" available at:
Note:	https://github[.]com/fatedier/frp/releases/download/v0.34.3/frp_0.34.3_windows_amd64.zip

FRP named "Connector3.exe" from US CERT report

The activity of Phosphorus with regard to ProxyShell took place in about the same time frame as Memento. Iranian threat actors were also reported to be turning to ransomware during that period, which strengthens the hypothesis that Memento is operated by an Iranian threat actor.

Conclusion

In this report, the Cybereason Nocturnus Team detailed a previously undocumented PowerShell backdoor dubbed *PowerLess*, used by the Iranian APT Phosphorus in recent attacks. This research also provided further details regarding the group's tools and techniques, including the use of publicly available tools and a combination of coding languages.

The extensive usage of open source tools that is assessed to demonstrate the intermediate coding skills of the attackers. The use of various programming languages also might point to a lack of specialization in any specific coding language. This research also highlights how important it is for threat intelligence analysts to "follow the breadcrumbs," such as pivoting on known infrastructure or the PDB paths left by the attackers in this case, in order to pave the way for discovering additional tools and connections to other operations.

Finally, a connection between Phosphorus and the Memento ransomware was also found through mutual TTP patterns and attack infrastructure, strengthening the connection between this previously unattributed ransomware and the Phosphorus group.

The <u>Cybereason XDR Platform</u> detects and blocks the PowerLess Trojan and other advanced TTPs used in this operation. Cybereason is dedicated to teaming with defenders to end attacks on the endpoint, across enterprise, to everywhere the battle is taking place.

Reconnaissance	Execution	Persistence	Defense Evasion
Gather Victim Host Information	<u>Command and</u> <u>Scripting</u> <u>Interpreter:</u> <u>PowerShell</u>	<u>Boot or Logon Autostart</u> <u>Execution: Registry Run</u> <u>Keys / Startup Folder</u>	Masquerading
<u>Gather Victim</u> Identity Information	Exploitation for Client Execution	<u>Scheduled Task/Job: At</u> <u>(Windows)</u>	Impair Defenses: Disable or Modify System Firewall
	<u>Scheduled</u> <u>Task/Job: At</u> (Windows)	<u>Scheduled Task/Job: At</u> <u>(Linux)</u>	<u>Modify Registry</u>

MITRE ATT&CK BREAKDOWN

<u></u>	<u>Scheduled</u> Task/Job: At (<u>Linux)</u>	<u>Server Software</u> Component: Web Shell	
Discovery	Collection	Command and Control	Credential Access
<u>Account Discovery:</u> Local Account	<u>Archive</u> Collected Data	Application Layer Protocol: Web Protocols	OS Credential Dumping
	Audio Capture	Data Encoding: Standard Encoding	
	Input Capture: Keylogging	Encrypted Channel: Symmetric Cryptography	
		Data	

<u>Proxy</u>

About the Researcher:



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Daniel Frank is a senior Malware Researcher at Cybereason. Prior to Cybereason, Frank was a Malware Researcher in F5 Networks and RSA Security. His core roles as a Malware Researcher include researching emerging threats, reverse-engineering malware and developing security-driven code. Frank has a BSc degree in information systems.

Indicators of Compromise | PowerLess

IPs

91.214.124[.]143

162.55.137[.]20

162.55.136[.]233

148.251.71[.]182

Files

WindowsProcesses.exe

679703e9859c20ab39d6be992aa7d979710d9ace

dll.dll

3fcec932530557ea3d1f38f06f477db4b0be5acb

upc

97c0e103700b9f2464000cb63e10b68a4305dd33

Keylogger module

4810c782a8fe964512f08db91e8107e9af29edab

Stealer module

3bfec62c094366844c3e4c0e257e01678f55ef5b

Sou.exe

0492b9ad7ae35ee1e0b6f53a6b7c2c75e9b5d427

Chromium F.exe

dd94382acb55e694ee38e1be7f5c0902be0e0d89

Rsf.exe

416291332a70407df5ff5d79072f5ad68cd802b9

Java loaders

026db4159e7e36e00fdcef1e29f73b40030a3572

dcf01d7641ec3fec213ab8335625a3554b943ac8

92ae97557e18ca810999fc05c18e3c6c75476444

eeebce1a4c3e05e21689acef000a5fcf0f17abc3

task_update.exe

32224892b670467e23874d7e8abd2ef92987a7e6

3a6431169073d61748829c31a9da29123dd61da8

PDBs

"C:\Users\pugna\Desktop\126\V1\PowerLessCLR\x64\Release\PowerLessCLR.pdb"

"C:\Users\pugna\Desktop\126\V1\sIns\dll\dll\obj\Release\dll.pdb"

"C:\Users\pugna\Desktop\Sou\Sou\bin\x64\Release\s.pdb"

"C:\Users\pugna\Documents\Gatherer\Chromiom F\obj\Release\Chromiom F.pdb"

"C:\Users\pugna\Desktop\RS\rsf\obj\Debug\rsf.pdb"

"C:\Users\Injec\Desktop\myklg-without-mouse-with timee\myklg\obj\Release\myklg.pdb"

"C:\Users\Injec\Desktop\pro4-finaly\pro4\bin\Release\ILMerge\pro4.pdb"