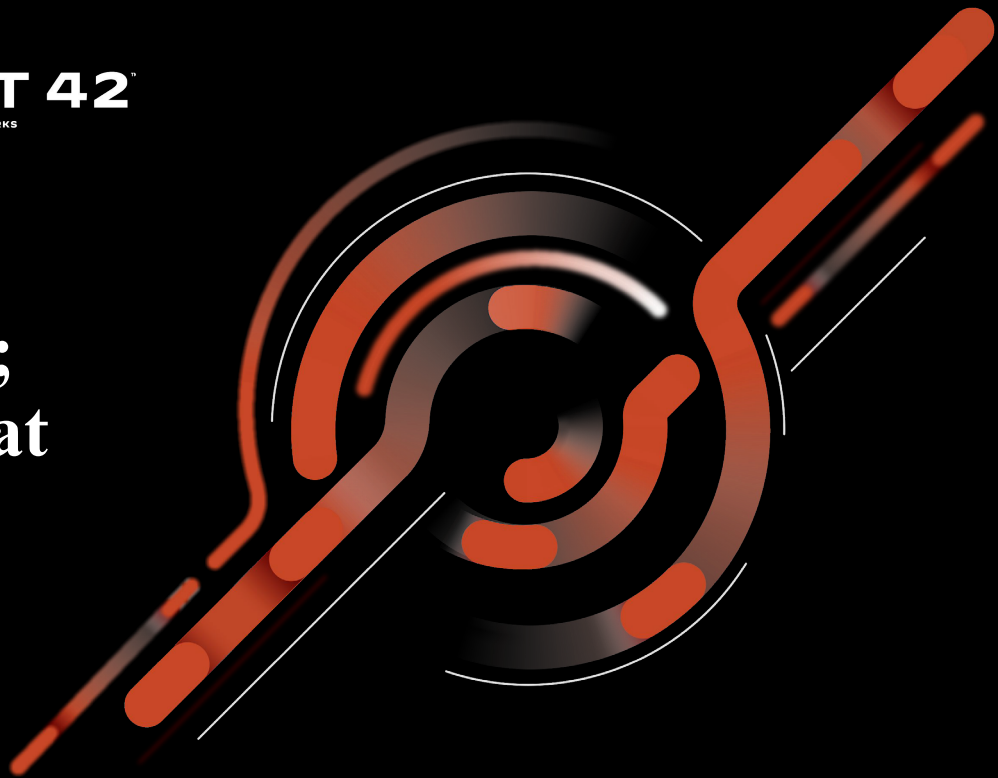




# Tales from the Trenches; the Current Cyber Threat Landscape



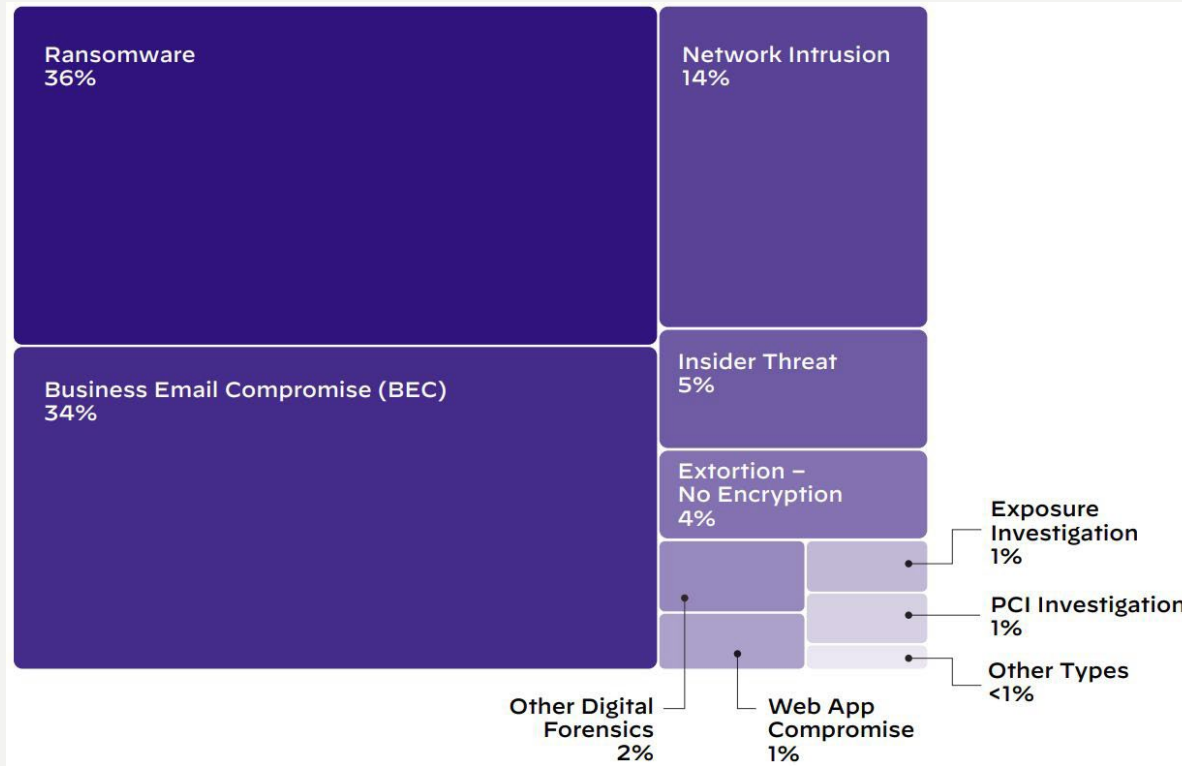
*John Wood*  
*Director, Unit 42*



Mark LaVigne, PhD  
Deputy Director  
NYSAC

What Has Unit 42 been up to?

## What Attackers Are Going After In 2022



# Unit 42: The Attacker's Toolkit - Cobalt Strike

## WHAT IS



- Commercial Adversary Simulation / Red Team Ops
- Emulate post-exploitation actions
- Easy-to-use interface with built-in exploitation and attack packages
- Cover full range of ATT&CK tactics

## ATTACKER USES

- First-stage exploitation, second-stage payload
- Establish command and control (C2), remote access
- Reconnaissance activity and lateral movement
- Post-exploitation actions (malware, scripts, keylogging, screenshots, etc.)



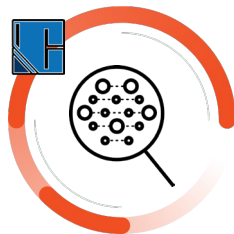
**INITIAL ACCESS TO ENVIRONMENT**  
EMAIL | EXPLOIT | CREDS



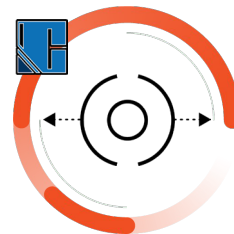
**COBALT STRIKE EXECUTED ON COMPROMISED SYSTEM**



**C2 ESTABLISHED TO ATTACKER INFRASTRUCTURE**



**RECONNAISSANCE/ CREDENTIAL THEFT ACTIVITY**  
USERS | SYSTEMS | NETWORK



**LATERAL MOVEMENT AND STAGING**



**EXECUTION ON OBJECTIVES**  
RANSOMWARE | DATA THEFT | ESPIONAGE

1

2

3

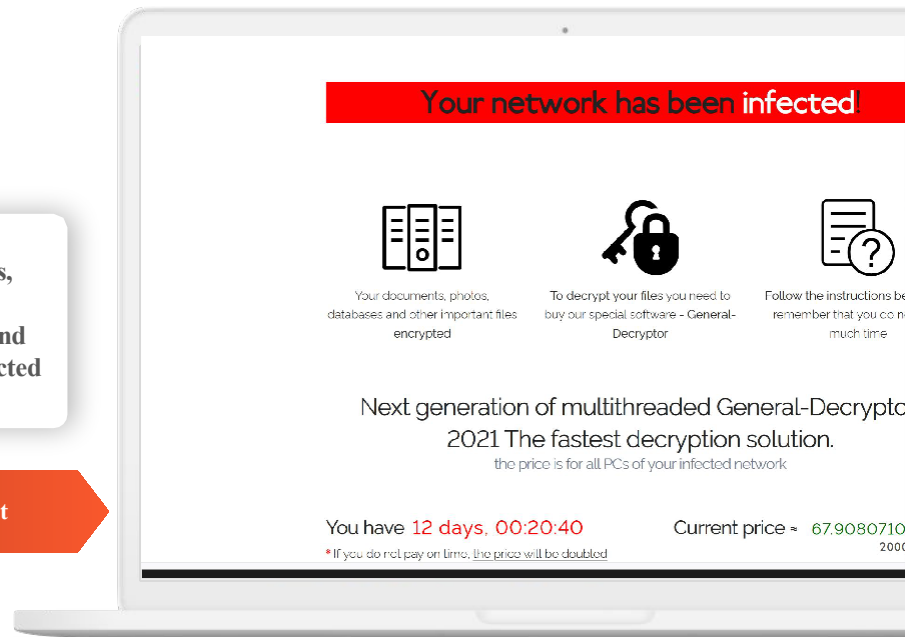
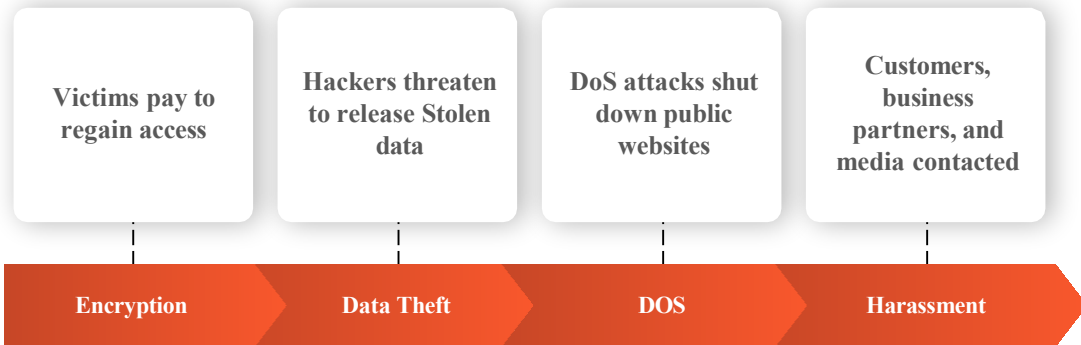
4

5

6

# Multi-extortion Techniques

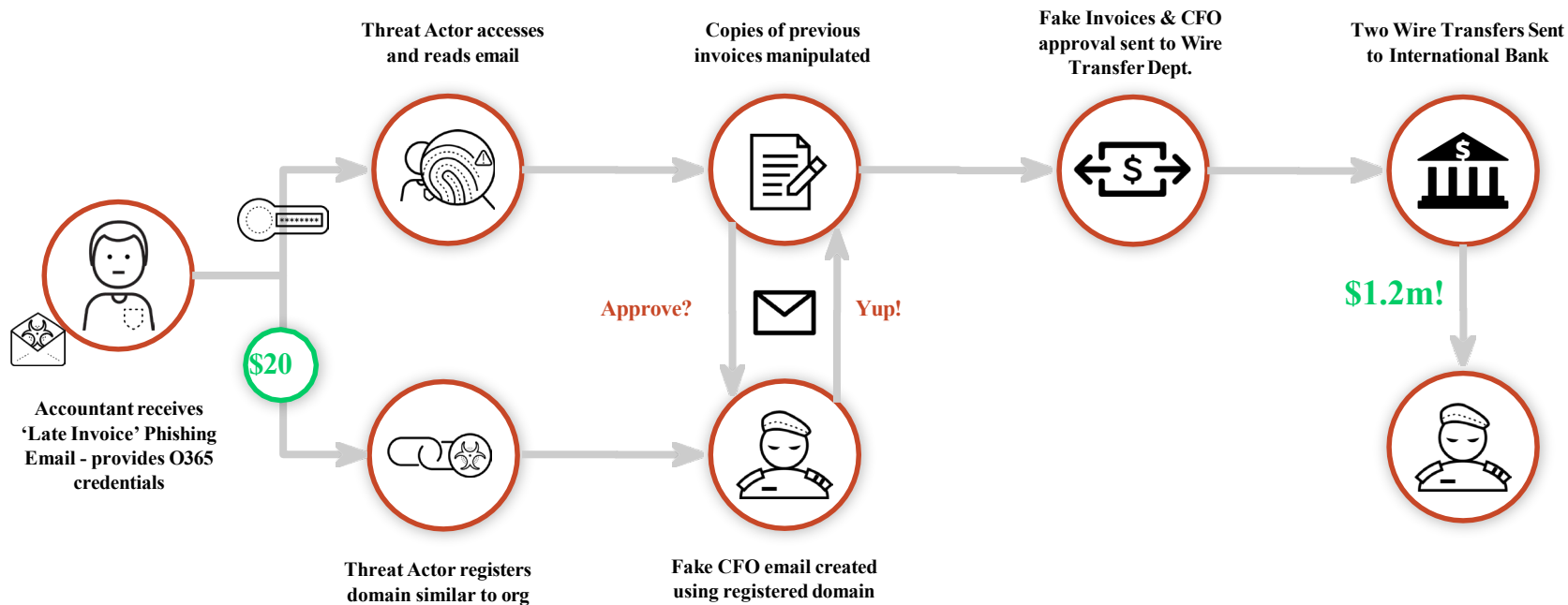
## Pressure Organizations To Pay More Quickly



Ransomware Onion Leak Site

# Business Email Compromise

How a \$20 investment and 7 days of work can earn you \$1.2m!



7 DAYS!

Unit 42

# Threat and Ransom Groups



# Lazarus Group

## Lazarus is a state-backed threat actor

- State-sponsored cyber financially motivated theft
- Tracked as BeagleBoyZ, APT38, Lazarus Group, and Stardust Chollima
- Multiple attributions to North Korea
- Regular targets are Global financial institutions, Foreign Governments
- **Lazarus targeted the energy organizations between February and July 2022<sup>1</sup>**
  - **Leveraging public VMWare Horizon exploits for initial access**



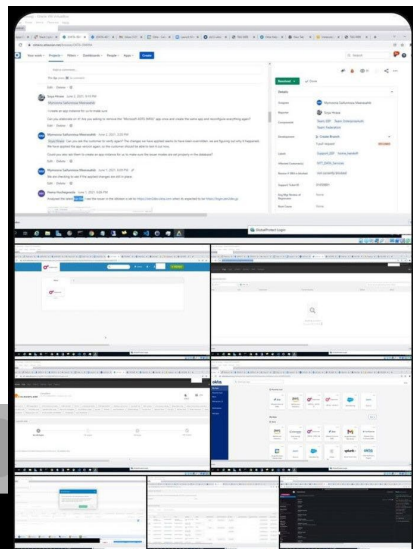
1. Reported by Cisco Talos  
2. Lazarus logo from <https://apt.securelist.com/apt/lazarus>



# Lapsus\$

## Lapsus\$ - destructive attacks of multiple top-tier technology companies.

- Destructive attacks to stealing and publishing source code of multiple top-tier technology companies.
- Lapsus\$ Group doesn't employ malware in breached victim environments, doesn't encrypt data and in most cases, doesn't actually employ extortion.



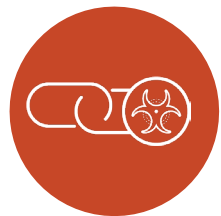
Just some photos from our access to [Okta.com](#) Superuser/Admin and various other systems.

For a service that powers authentication systems to many of the largest corporations (and FEDRAMP approved) I think these security measures are pretty poor.

(yes we know the URL has a email address. the account is suspended - we dont care)

**BEFORE PEOPLE START ASKING:  
WE DID NOT ACCESS/STEAL ANY  
DATABASES FROM OKTA - our  
focus was ONLY on the user accounts**

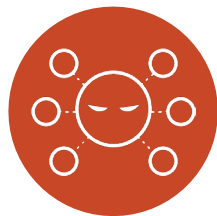
# Anatomy of a Lapsus\$ Attack



**Initial Vector**



**MFA**



**MFA Spamming**



**Help Ticket**



**Detection**



**Destruction**

1

Access via Credentials  
from Dark Web

2

Initial access limited by  
MFA

3

Attempts to Spam  
Authentication Requests

4

Help desk ticket opened

5

Security Admin detected  
credential harvesting  
attempt

6

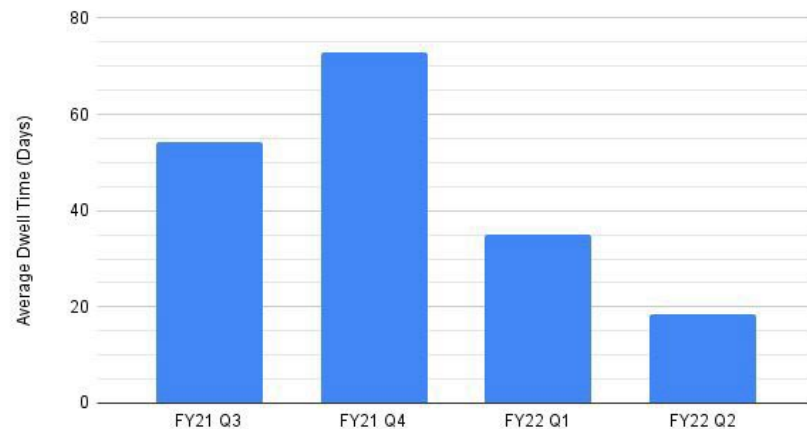
Destruction of all Azure  
hosts and backups

# LockBit 2.0 ~~3.0~~ Ransomware

## LockBit 3.0

- Avoids systems that use Eastern European languages, including many written with Cyrillic alphabets.
- As of May 25, LockBit 2.0 accounted for 46% of all ransomware-related breach events for 2022.
- LockBit 2.0 RaaS leak site has the most significant number of published victims, with over 850 in total.
- Significant reduction in dwell time before encryption
- New version June 2022 Lockbit 3.0
- Linked to sanctioned entity EvilCorp

LockBit 2.0 Average Dwell Time (U42 IR)



<https://unit42.paloaltonetworks.com/lockbit-2-ransomware/>

# BlackCat/ALPHV Ransomware Group

## BlackCat (aka ALPHV) is notable because of the group's meteoric rise

- New group emerged Mid-November 2021
- Offering 80-90% of ransom payment to affiliates, paying 10-20% to ransomware author
- More than a dozen victims in their first month; seventh largest number of victims in just a few months
- Ransomware coded in Rust, enabling for easy cross platform attacks against Windows and Linux.
- Deploying Triple Extortion in some cases (Exfiltrate, Encrypt, DDoS)

**Your network was compromised.**

**Important Files on your network was downloaded and encrypted.**  
We used an asymmetric cipher to encrypt your files. Meaning the only way to decrypt them is to have a **Private Key**.  
Our custom **Decrypt App** is bundled with your **Private Key**.  
In order to buy it you have to follow **Instructions** below. If you have questions please feel free to use **Live Chat**.  
Act quickly to get a discount!

Decrypt App Price

You have **2 days, 13:59:45** until:

- **Decrypt App** special discount period will be discontinued.
- Discount price is available until [REDACTED]

Discount Price: **\$9000000**  
Full Price: **\$14000000**

Status

Awaiting payment of **\$9000000** to one of the following wallets:

Bitcoin [REDACTED] \$10350000 (?) = 201.63647 BTC  
Monero [REDACTED] \$9000000 = 43804.146793 XMR

Instructions Live Chat Trial Decrypt Intermediary

I wish to pay with  
Bitcoin

1. Create a Bitcoin Wallet.
2. Buy **201.63647 BTC** and deposit it to your Bitcoin Wallet.
3. Transfer **201.63647 BTC** to the following Bitcoin Address: [REDACTED]
4. Wait for **10** Bitcoin Network Confirmations of your transaction.
5. Download link of **Decrypt App** will be provided automatically.
6. If something goes wrong text us using **Live Chat**.

## Unit 42

# Threat actor negotiations



# Typical ransomware negotiation process



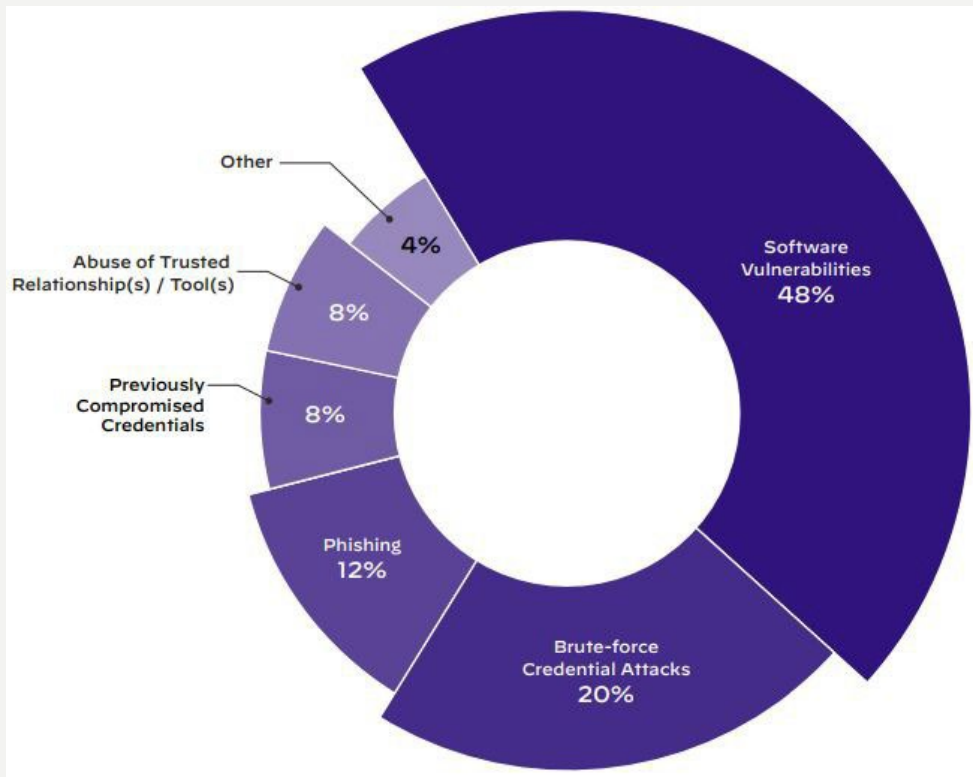
Unit 42

# Attack Surface



## Ransomware: Initial Access

- Attackers are opportunistic and use exposed Software vulnerabilities
- Exposed services without MFA (Such as RDP) allow for Brute force attacks.
- Phishing is still a top vector for access.





## Trend

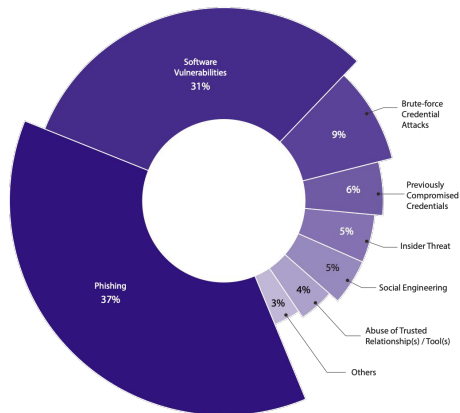
# Increasing Use of Zero Day Attacks

- In 2021, we observed at least **42 vulnerabilities** across different technologies being used by ransomware operators.
- While there is some reliance on older, unpatched vulnerabilities, we believe threat actors are increasingly tracking high-profile vulnerabilities and exploiting them to gain an initial foothold in an organization.
- Unit 42 observed ransomware attacks associated with Microsoft Exchange Server, ProxyShell, Kaseya, Log4j, and other major vulnerabilities.



# 7 Key Insights

## Seven Issues Threat Actors Don't Want You to Address



# 70%

Phishing and Software Vulnerabilities cause majority of Cyber Incidents

1

### Multifactor Authentication

In **50% of cases**, organizations lacked multifactor authentication.

2

### EDR / XDR

In **44% of cases**, there was no EDR / XDR solution or it was not fully deployed.

3

### Patch Management

In **28% of cases**, poor patch management contributed to threat actor success.

4

### Brute-Force Mitigation

In **13% of cases**, no brute force mitigation was in place.

5

### Security Alerts

In **11% of cases**, organization failed to review or action security alerts.

6

### Password Security

In **7% of cases**, weak passwords contributed to the incident.

7

### Misconfigurations

In **7% of cases**, system misconfigurations were a factor.

