



CYLANCE

Operation Cleaver – A precursor to control system attacks

Jon Miller

Agenda



Introduction



What is Cylance



What is the Problem



Operation Cleaver



Vulnerabilities



Augmenting

Introduction



Jon Miller | Vice President of Strategy

Internet Security Systems (5 years)

- ▶ X-Force Penetration Testing
- ▶ Special Advisor to CTO

Accuvant Labs (7 years)

- ▶ Penetration Testing
- ▶ Reverse Engineering
- ▶ Weaponized 0day Sales

Cylance (2 Years)

- ▶ Internal Security
- ▶ Product Testing/Efficacy
- ▶ SPEAR Research Team
- ▶ Customer Advocacy



Stuart McClure | CEO / President & Founder

Leader of Cylance
as CEO & Visionary

Hacking Exposed

- ▶ Lead Author
- ▶ Creator
- ▶ Most Successful Security Book of All Time

Foundstone

WW-CTO McAfee

Introduction



Ryan Perme | Co-Founder & Chief Scientist

THE brain behind the mathematical architecture and new approach to security.

Eeye Retina

Securells

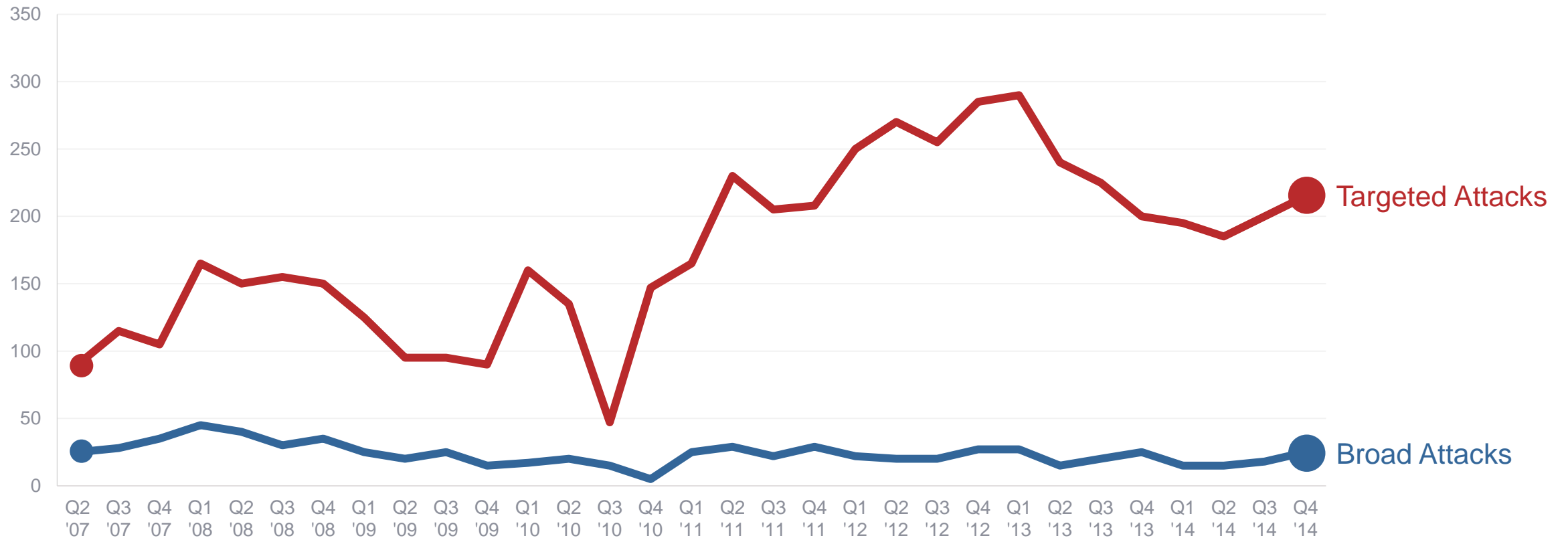
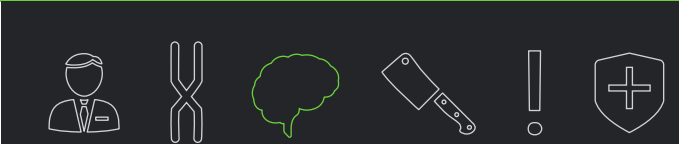
Code Red

McAfee

Chief Scientist

What is the Problem?

The Rise of Targeted Attacks



Source: CyberFactors, a subsidiary of CyberRisk Partners and CloudInsure.com
<http://www.heritage.org/research/reports/2014/10/cyber-attacks-on-us-companies-in-2014>

What is the Problem?

Adversaries



Traditional Adversaries

Nation State



Intelligence



Intellectual
Property Theft



Espionage

Organized Crime



Financial Gain



Identity Theft

What is the Problem?

Adversaries



Next Generation Adversaries

Rogue Nation States



Iran



North Korea



Syria

Individual & Terrorist Actors



ISIS



Anonymous

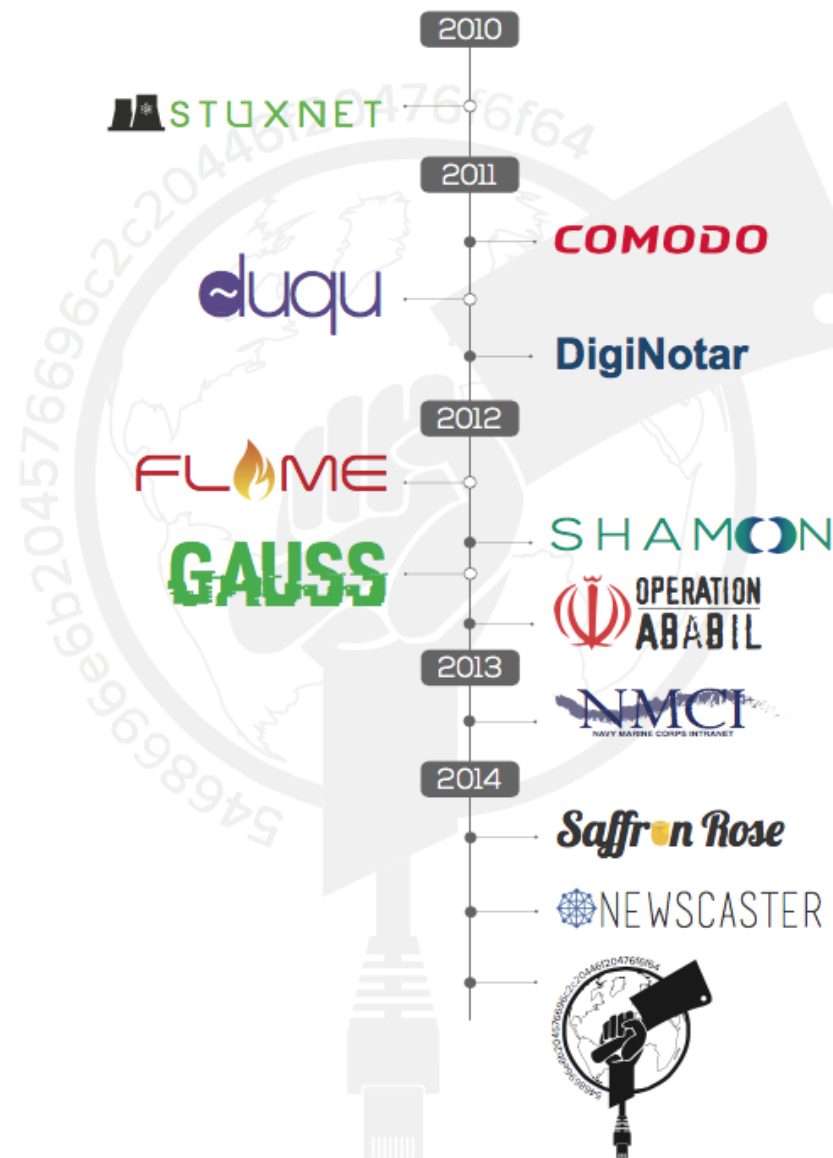
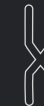


Etc

Timeline

ORIGINATION

RETALIATION





WHY THE NAME CLEAVER?

The string `cleaver` is found several times in a variety of custom software used in Operation Cleaver, including:

- 1 Numerous references inside the namespaces of their custom bot code codenamed TinyZBot, e.g.:

```
e:\projects\cleaver\trunk\zhoupin_cleaver\obj\x86\release\netscp.pdb
```

- 2 PDBs associated with the hacker name “Jimbp”, e.g.:

```
c:\users\jimbp\desktop\binder_1 - for cleaver\binder_1\obj\x86\release\setup.pdb
```

- 3 PDBs associated with the keystroke loggers, artifacts, and numerous other tools, e.g.:

```
e:\Projects\Cleaver\trunk\MainModule\obj\Release\MainModule.pdb
```

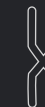


Iranian Actors Are Behind Operation Cleaver

- Persian hacker names are used throughout the campaign including: Salman Ghazikhani, Bahman Mohebbi, Kaj, Parviz, Alireza, and numerous others.
- Numerous domains used in the campaign were registered in Iran.
- Infrastructure leveraged in the attack was registered in Iran to the corporate entity Tarh Andishan, which translates to “invention” or “innovation” in Farsi.
- Source netblocks and ASNs are registered to Iran.
- Hacker tools warn when their external IP address traces back to Iran.
- The infrastructure is hosted through `Netafraz.com`, an Iranian provider out of Isfahan, Iran.
- The infrastructure utilized in the campaign is too significant to be a lone individual or a small group. We believe this work was sponsored by Iran.

Operation Cleaver

Prevention is Everything



18-24 Month Long Iranian Offensive

Solely Targeted at Global Critical
Infrastructure Companies

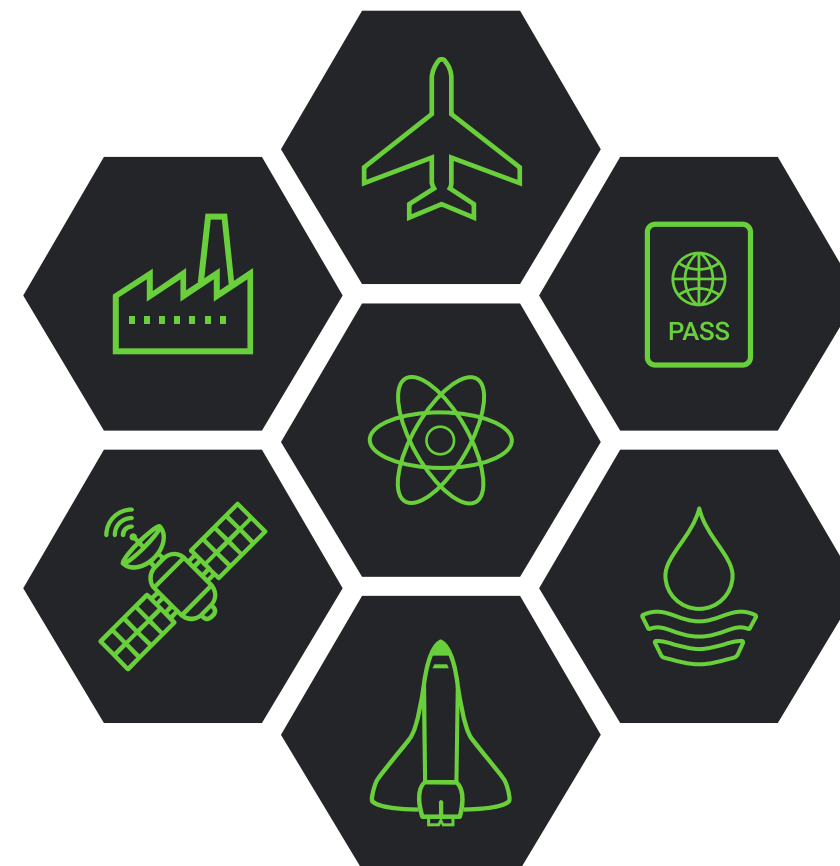
Zh0up!n
Exploit Team

Phish Based Malware Delivery
MS08-067 Pivoting

Public Tools
(psexec, mimikatz, cain + abel, etc)

SQL Injection
ASP Backdoors
Cred Harvesting

Evolved into Using
Their Own Zeus Variant
(tiny_zbot)



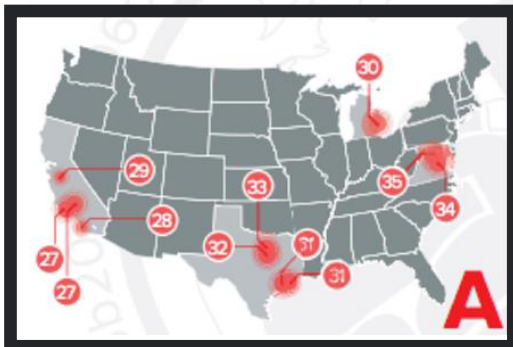
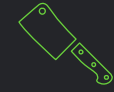


Iran's Cyber Hacking Skills Have Evolved

- Initial compromise techniques include SQL injection, web attacks, and creative deception-based attacks – all of which have been implemented in the past by Chinese and Russian hacking teams.
- Pivoting and exploitation techniques leveraged existing public exploits for MS08-067 and Windows privilege escalations, and were coupled with automated, worm-like propagation mechanisms.
- Customized private tools with functions that include ARP poisoning, encryption, credential dumping, ASP.NET shells, web backdoors, process enumeration, WMI querying, HTTP and SMB communications, network interface sniffing, and keystroke logging.
- The ability to build customized tools to compromise any target they choose.

Operation Cleaver

16 Countries Targeted



Canada

- ▶ Energy & Utilities
- ▶ Oil & Gas
- ▶ Hospitals

China

- ▶ Aerospace

England

- ▶ Education

France

- ▶ Oil & Gas

Germany

- ▶ Telecommunications

India

- ▶ Education

Israel

- ▶ Aerospace
- ▶ Education

Kuwait

- ▶ Oil & Gas
- ▶ Telecommunications

Mexico

- ▶ Oil & Gas

Pakistan

- ▶ Airports
- ▶ Hospitals
- ▶ Technology
- ▶ Airlines

Saudi Arabia

- ▶ Oil & Gas
- ▶ Airports

South Korea

- ▶ Airports
- ▶ Airlines
- ▶ Education
- ▶ Technology
- ▶ Heavy Manufacturing

Turkey

- ▶ Oil & Gas

United Arab Emirates

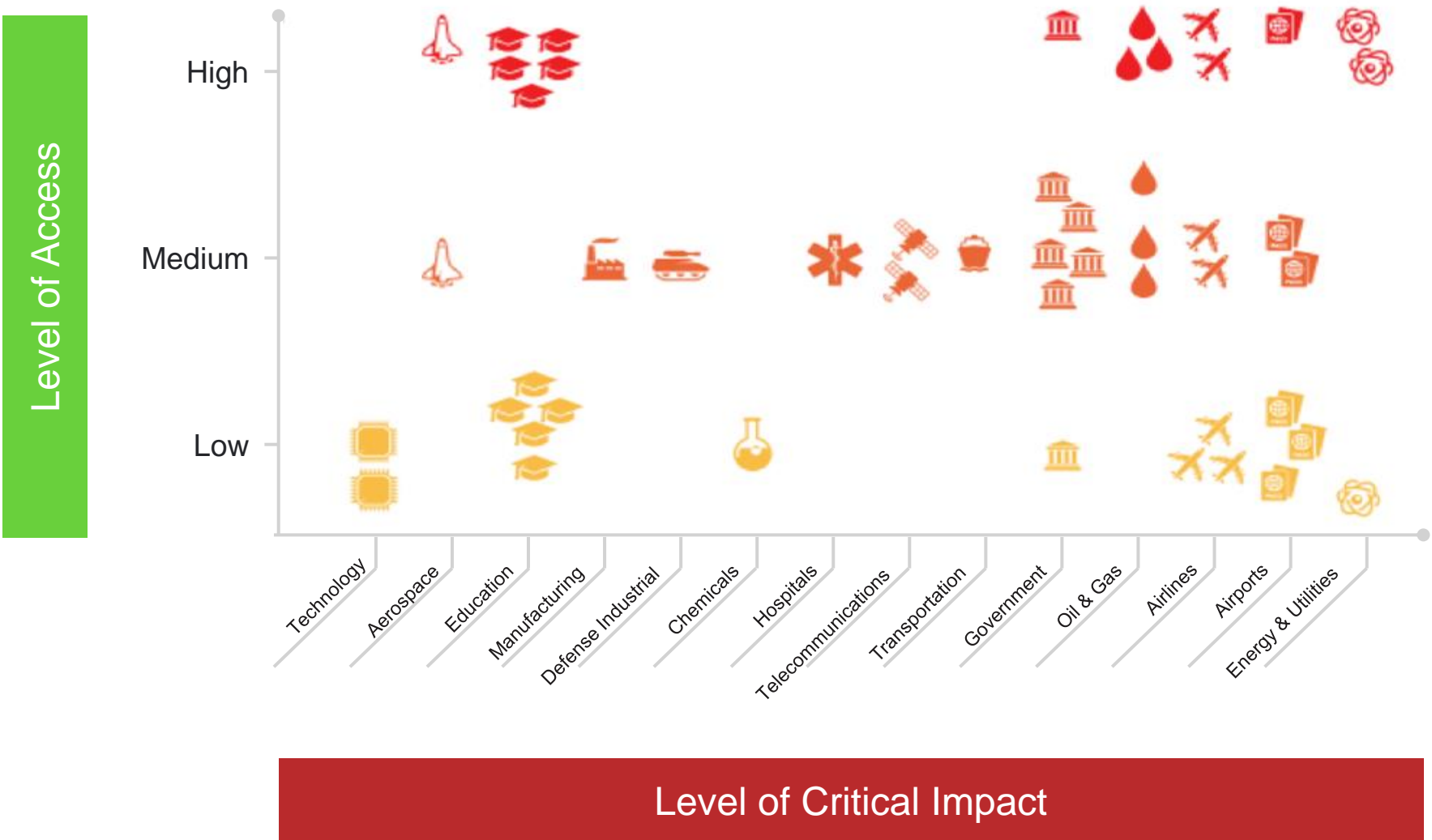
- ▶ Government
- ▶ Airlines

United States

- ▶ Airlines
- ▶ Education
- ▶ Chemicals
- ▶ Transportation
- ▶ Energy & Utilities
- ▶ Military / Government
- ▶ Defense Industrial base

Operation Cleaver

Critical Industries Targeted



Iran Flexes Its Power by Transporting Turkey to the Stone Age

By Micah Halpern • 04/22/15 10:31am

COMMENT 



An electrical pylon standing beside a building in Istanbul on March 31, 2015, during a massive power outage (Getty Images).

Half of Turkey—44 of 81 provinces, 40 million people including those living in Istanbul and Ankara, suffered a massive power outage that lasted a solid twelve hours. It happened on Tuesday, March 31st.

It happened because Iran wanted it to happen. The blackout in Turkey was caused by a cyber hack that originated in Iran.



Shane Harris

WORLD 04.16.15 4:50 PM ET

Report: Iranian Hackers Eye U.S. Grid

Cyber-savvy agents are stepping up their efforts to ID critical infrastructure that may compromise national security.

Iranian hackers are trying to identify computer systems that control infrastructure in the United States, such as the electrical grid, presumably with an eye towards damaging those systems, according to a new report from a cyber security firm and a think tank in Washington, D.C.

The researchers from Norse, a cyber security company, and the American Enterprise Institute, a conservative think tank that has been skeptical of the Iranian nuclear agreement, found that Iranian hacking against the U.S. is increasing and that the lifting of economic **sanctions** as part of an international agreement over Iran's nuclear program "will dramatically increase the resources Iran can put toward expanding its cyberattack infrastructure."

What's more, the current sanctions regime, which has helped to depress Iran's economy, has not blunted the expansion of its cyber spying and warfare capabilities, the researchers conclude.





Questions?

