An Analysis of the BabLock Ransomware

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Ransomware

An Analysis of the BabLock (aka Rorschach) Ransomware

This blog post analyzes a stealthy and expeditious ransomware called BabLock (aka Rorschach), which shares many characteristics with LockBit.

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A <u>ransomware</u> called BabLock (aka Rorschach) has <u>recently been making waves</u> due to its sophisticated and fast-moving attack chain that uses subtle yet effective techniques. Although primarily based on <u>LockBit</u>, the ransomware is a hodgepodge of other different ransomware parts pieced together into what we now call BabLock (detected as Ransom.Win64.LOCKBIT.THGOGBB.enc). Note, however, that we do not believe that this ransomware originates from the threat actors behind LockBit, which is now in its third iteration.

In this blog entry, we look at its attack chain in detail and examine its likely origins.

Discovery

In June 2022, we discovered a ransomware (which turned out to be BabLock) using what appeared to be a unique style of appending extensions, where instead of the normal "one sample, one extension" method commonly used in ransomware attacks, we discovered that the attackers were appending numerical increments from 00-99 on top of the fixed ransomware extension for this specific infection. As a result, even on a single infected machine, there could be multiple extension variations from a single execution.

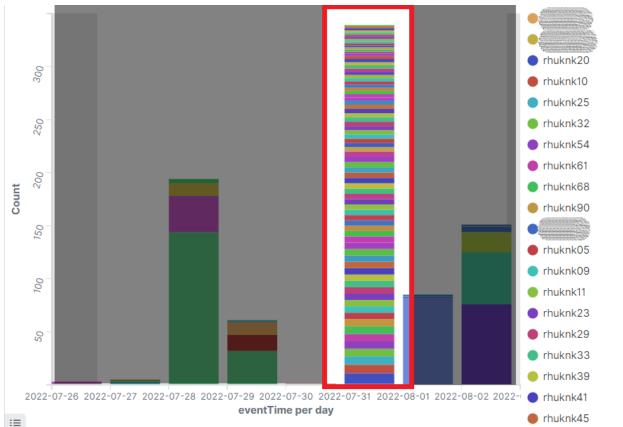


Figure 1. The ransomware's unique trait showing numerical increments for the extension Our investigation found that the ransomware was always deployed as a multi-component package consisting mostly of the following files:

- The encrypted ransomware file, config.ini
- A malicious sideloaded DLL (DarkLoader, a *config.ini* decryptor and ransomware injector)
- A non-malicious executable used to load the malicious DLL
- A CMD file to execute the non-malicious binary using the correct password

MAIN File:[C:\Users	•
MAIN Detection:[Trojan.Win64.DARKLOADER.SMYACE1]	•
MAIN SHA1:[8ef6d55e6ef2427c79f9a6ed5a3ecd1421fc75a9]	•
MAIN SHA256:[2d60beded029ada90dd92b4fd200afb384463f4739c9ba9809c84bf4e3d76f6 3]	•
MAIN CFileTime:[07/31/2022 05:57:06]	•
COUSIN1 File:[C:\Users\	•
COUSIN1 SHA1:[cbf41859a9689b35f1a55d63a22fb306d481a835]	•
COUSIN1 SHA256:[672ddb1da5978d34d180acc9375539210a87c3f05c16f120fced4a2064f43b1 7]	•
COUSIN1 TimeStamp:[07/31/2022 05:56:59]	•
COUSIN2 File:[C:\Users\Desktop\config.ini]	•
COUSIN2 SHA1:[4a8d3392b96092d766a9e05a7d92d990688b0ced]	•
COUSIN2 SHA256:[b99d114b267ffd068c3289199b6df95a9f9e64872d6c2b666d63974bbce7 5bf2]	•
COUSIN2 TimeStamp:[07/31/2022 05:57:00]	•
WhiteListed File Count = 1	•

Figure 2. The main ransomware package found during one instance of infection The DarkLoader DLL will check for specific commands, particularly *--run*, which checks for the correct 4-digit password needed to start the encryption process. Although it bears little significance to the unpacking of the contents of *config.ini* itself, the DLL will execute the fundamental ransomware routine if supplied correctly.

📾 Select Command Prompt	—
C:\Users\kcy.exerun=	
C:\Users\	
Image: _r_e_a_d_m_e.txt - Notepad	— 🗆 X
<u>File Edit Format View H</u> elp	
Decryption ID	
Hi, since you are reading this it means you have been hacked.	
In addition to encrypting all your systems, deleting backups, we also downloaded yo Here's what you shouldn't do:	bur confidential information.
1) Contact the police, fbi or other authorities before the end of our deal.	
 Contact the recovery company so that they would conduct dialogues with us. (This Do not try to decrypt the files yourself, as well as do not change the file external 	
Here's what you should do right after reading it:	
1) If you are an ordinary employee, send our message to the CEO of the company, as	well as to the IT department.
 If you are an ordinary employee, send our message to the CEO of the company, as If you are a CEO, or a specialist in the IT department, or another person who has 	
	as weight in the company, you sho
2) If you are a CEO, or a specialist in the IT department, or another person who ha	as weight in the company, you sho few weeks, we will simply repeat
2) If you are a CEO, or a specialist in the IT department, or another person who has If you do not pay the ransom, we will attack your company again in the future. In a As a guarantee that we can decrypt the files, we suggest that you send several file Mails to contact us(Write the decryption ID in the title of your message):	as weight in the company, you sho few weeks, we will simply repeat
2) If you are a CEO, or a specialist in the IT department, or another person who has If you do not pay the ransom, we will attack your company again in the future. In a As a guarantee that we can decrypt the files, we suggest that you send several file	as weight in the company, you sho few weeks, we will simply repeat
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Figure 3. If the correct passcode is added to the command line, the ransomware will proceed

with the whole encryption process

Once the DLL component is loaded by the non-malicious executable, it will immediately look for the *config.ini* file in the current executable's path. Once this is found, the DLL decrypts *config.ini* and then executes *notepad.exe* with a certain set of command lines.

- For this particular campaign, we found a few notable and consistent patterns:
- The main ransomware binary is usually delivered as an encrypted *config.ini* file.
- DarkLoader is executed via DLL sideloadingusing legitimate executables.
- The *config.ini* file is decrypted by a specially crafted loader designed specifically for these campaigns (detected as Trojan.Win64.DarkLoader)
- BabLock appends a random number from 00 to 99 to the extension string per file within the same infected machine (for example, extn00-extn99 as extensions in the same infection).
- Any DarkLoader DLL can be used to decrypt any encrypted ransomware *config.ini*, with no specific binary pairing needed.
- The DarkLoader DLL uses Direct SysCall APIs to a select few, but important, calls to avoid API reading analysis.
- The decrypted BabLock ransomware is always packed with VMProtect for antivirtualization.
- BabLock is loaded via the threat injection of a hooked API *Ntdll.RtlTestBit* to jump to memory containing the ransomware code.
- There have been a few variations of the passcode for *--run* across different attacks, but all of them are still within a certain range of each other.

□ □ cy.exe		< 0.01	1,524 K	5,564 K	7560 Cortex XDR Dump	Service T Pa
notepa	ad.exe	Susp	488 K	1,576 K	4756 Notepad	Mi
	Command Line: "C:\User:	\cy.ex	e"pt=C:\Users		\winutils.dllcg=C:\	\Desktop\c
CPU Usage: 0.00%	onfig.iniwe=C:\ Path: C:\Windows\Syste)esktop∖cy.exe d.exe			

Figure 4. The command line argument supplied to notepad.exe to load and execute the ransomware on recent attacks.

	4C:8BD1	mov	r10,rcx	-			
				ptr	ds:[180023CB8]	NTCreateProcess	
	0F05	SVS					
	C3	ret					
	4C:8BD1		r10,rcx				
	48:8B05 5	4A mov	rax,qword	ptr	ds:[<mark>180023CA8</mark>]	NTAllocateVirtualMemory	
	0F05	Sys	call				
	C3	ret					
	4C:8BD1	mov	r10,rcx				
	48:8B05 3	FA mov	rax,qword	ptr	ds:[180023CA0]	NTReadVirtualMemory	
	0F05	sys	call	-	10-		
	C3	ret	00000				
	4C:8BD1	mov	r10,rcx				
	48:8805 2/	AA mov	rax, gword	ptr	ds:[180023C98]	NTWriteVirtualMemory	
	0F05	SVS	call				_Figure 5.
	C3	ret					-
	4C:8BD1	mov	r10,rcx				
				ptr	ds:[<mark>180023CB0</mark>]	NTResumeThread	
	0F05	5V5					
	C3	ret					
	4C:8BD1		r10,rcx				
				ptr	ds:[<mark>180023C90</mark>]	NTCreateThreadEx	
	0F05	575			,		
	C3	ret					
	4C:8BD1		r10.rcx				
				ptr	ds:[180023C88]	NTQueryInformationProces	
	0F05	5VS		per		in quer y 211 of macron roces	
	C3	ret					
	4C:8BD1		r10.rcx				
יום					atructiona to avai	d ADI reading techniques	
	using sev	erard	ILECT SARC	ลแ เก	Structions to avoi	d API reading techniques	

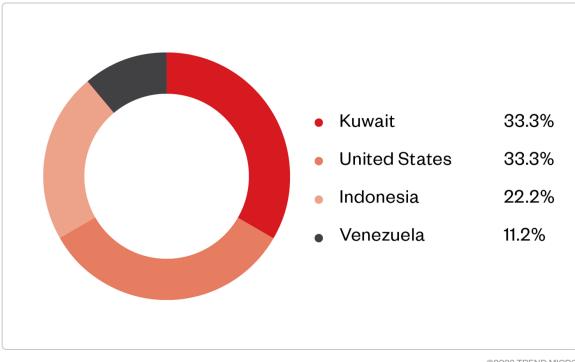
DEE doning ooveral an oot oyoc		avoia / a riodaing toorning	400
<pre>a0007FFC31AF55B0 <ntdll.rtltestbit></ntdll.rtltestbit></pre>	B8 0000DDDD	mov eax,DDDD0000	RtlTestBit
00007FFC31AF55B5	 FFE0 	jmp rax	
00007FFC31AF55B7	0F92C0	setb al	
00007FFC31AF55BA	C3	ret	
00007FFC31AF55BB	CC	int3	
00007FFC31AF55BC	CC	int3	
00007FFC31AF55BD	CC	int3	
00007FFC31AF55BE	CC	int3	
00007FFC31AF55BF	CC	int3	

Figure 6. The notepad.exe file is injected with an API call thread to RtITestBit, which has been patched/hooked to jump to the malicious routine

Subtle but sophisticated

Throughout our initial encounter with BabLock in June 2022, we searched for similar files and found that the earliest record of these files dated back to March 2022. After discovering this, we wanted to find out how it managed to stay under the radar for so long.

Since June 2022, there have only been a handful of recorded incidents involving the ransomware, including the most recent one. Due to a low number count, no notable statistics involving region, industry, or victim profile have stood out as of the time of writing.



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Figure 7. Distribution of incidents involving the BabLock ransomware However, due to its notable features and characteristics, attacks related to BabLock can be easily identified. As we've already mentioned, after every file encryption, the ransomware appends a random number string between 00-99 to its hardcoded extension. This results in up to 100 different variations of the same ransomware extension.

sub_7FEEF395420(v45, 20i64, L"%02d", (rand_val % 99)); v34 = _mm_load_si128(&xmmword_7FEEF3C9D40); _Figure for (j = 0i64; j < 0xE; ++j) // .rhuknk</pre>

8. Code snippet showing a random number string between 00-99 being appended to encrypted files

It also has a fairly sophisticated execution routine:

- It uses a specific number code to execute properly.
- It splits the package into multiple components.
- It separates and hides the actual payload into an encrypted file.
- It uses normal applications as loaders

Finally, BabLock employs publicly available tools as part of its infection chain. We found that the most used tools were the following:

- <u>Chisel</u> A transmission control protocol (TCP) and user datagram protocol (UDP) tunnel
- Fscan A scanning tool

By using these two tools — combined with BabLock/LockBit possessing the capability to set active directory (AD) Group Policies for easier propagation — it's possible for a malicious actor to navigate around a network without much effor

Comparing and contrasting BabLock to LockBit and other ransomware

From our investigation, most of the routines used by BabLock are more closely related to Lockbit (2.0) than any other ransomware. Other researchers also mention <u>similarities to</u> ransomware such as Babuk, Yanluowang and others.

Initially, we suspected it to be related to <u>the DarkSide ransomware</u> due to ransom note similarities. However, unlike the DarkSide ransomware, BabLock removes shadow copies by executing the following command lines:

vssadmin.exe delete shadows /All /Quiet

Therefore, we immediately ruled this relationship out since it's different to the way DarkSide does things, which is deleting shadow copies through Windows Management Instrumentation (WMI) and PowerShell (which is technically more sophisticated and difficult to detect through standard monitoring tools).

```
do
Ł
  *((_BYTE *)&v771 + v3 + 1313) ^= v1447;
  *((_BYTE *)&v771 + v3 + 1314) ^= v1447;
                                          // Delete Shadows /All /Quiet
 v3 += 2i64;
}_
while (v3 < 0x34);
v1452 = 0;
LODWORD(v4) = sub_7FEED93FFD0(&v1526, &v1447 + 1);
v5 = v4;
_mm_storeu_si128((__m128i *)&v1375, _mm_load_si128((const __m128i *)&xmmword_7FEED96BFB0));
v1376 = 0x187D537D;
v1377 = 0x187D057D;
v1378 = 0x7D;
v1379 = 0;
v6 = 0i64;
do
  *(( BYTE *)&v771 + v6++ + 801) ^= v1375; // vssadmin.exe
while (v6 < 0x18);
```

Figure 9. The ransomware binary decrypts and executes the command line to delete shadow copies.

One of its common characteristics to <u>Lockbit (2.0)</u> would be the use of the same group policy to generate a desktop drop path. Similarly, the use of vssadmin for deleting shadow copies is also a routine heavily used in LockBit attacks (albeit also a common routine for many modern ransomware). Still, the resemblance is uncanny. Furthermore, it is running the same commands to execute GPUpdate for the AD. Due to this, our detection for this ransomware is still under the LockBit family.

*((_BYTE *)&<138 + v45 + 1) ^= v138; // xml version="1.0" encodings<br *((_BYTE *)&<138 + v45 + 2) ^= v138; v45 += 2164;	"utf-8"?>
} while (v45 < 0x50);	
<pre>v144 = 0; sub_7FEED93FFD0(v197, (constm128i *)((char *)&v138 + 1));</pre>	xml version="1.0" encoding="UTF-8"?
_mm_store_si128((_m128i *)&v126, _mm_load_si128((const _m128i *)&xmmword_7FE	EED96BE80));
<pre>mm_store_si128((m128i *)&v127, _mm_load_si128((constm128i *)&xmmword_7FEmm_store_si128((m128i *)&v128, _mm_load_si128((constm128i *)&xmmword_7FE</pre>	EED96C8F0)); <files EED96C600));</files
_mm_store_si128((m128i *)&v129, _mm_load_si128((constm128i *)&xmmword_7FE	EED96C880)); <pre><file "="" imag<="" name="%s" pre="" status="%s"></file></pre>
mm_store_si128((m128i *)&v130, _mm_load_si128((constm128i *)&xmmword_7FE mm_store_si128((m128i *)&v131, _mm_load_si128((constm128i *)&xmmword_7FE	
<pre>v132 = 0x5A6F576F; v133 = 0x126F5E6F;</pre>	
v134 = 0x516F4D6F;	
v135 = 0x6F; v136 = 0;	
v46 = 0i64;	Lockbit's Group Policy for Generating
do {	
*((_BYTE *)&v126 + v46 + 1) ^= v126; *((_BYTE *)&v126 + v46 + 2) ^= v126;	Desktop Drop Path.
<pre>v325 = sub_7FEED9400D0(&v323, 0); v326 = sub_7FEED9400D0(&v323, ' '); v327 = sub_7FEED9400D0(&v323, 0); v328 = sub_7FEED9400D0(&v323, 0); v329 = sub_7FEED9400D0(&v323, 0); v330 = sub_7FEED9400D0(&v323, 0); v331 = sub_7FEED9400D0(&v323, 0); v332 = sub_7FEED9400D0(&v323, 0); v333 = sub_7FEED9400D0(&v323, 0); v334 = sub_7FEED9400D0(&v323, 0); v335 = sub_7FEED9400D0(&v323, 0); v336 = sub_7FEED9400D0(&v323, 0); v336 = sub_7FEED9400D0(&v323, 0); v336 = sub_7FEED9400D0(&v323, 0); v336 = sub_7FEED9400D0(&v323, 0);</pre>	<pre>each{ Invoke-GPUpdate -computer ce -RandomDelayInMinutes 0}" t, LockBit formats the following command where the search base is set to the ive Directory domain name. This Powershell command search through all outers on the Active Directory domain, and for each found, it force-invokes odate on that host to apply the new Group Policy changes. The malware nches this command by calling CreateProcessW. er * -Searchbase '%s' foreach{ Invoke-GPUpdate -computer %name -force -RandomDelayInMinutes 0}</pre>
<pre>v341 = sub_7FEED9400D0(&v323, 0);</pre>	

Figure 10. Comparing BabLock's group policy for generating the desktop drop path (left) with that of LockBit (right)

From what we can tell, BabLock looks like a Frankenstein-like creation that is stitched together from different known ransomware families.

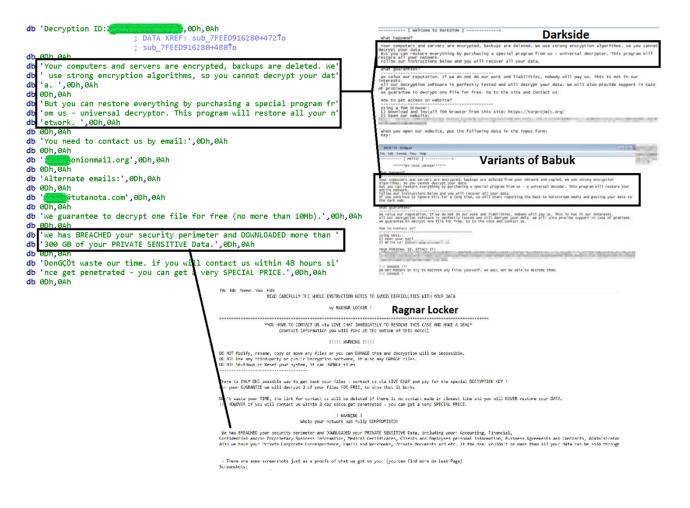


Figure 11. Similarities between BabLock and other ransomware families

Insights and conclusion

Our first encounter with BabLock almost coincided with the <u>release of Lockbit v3.0</u>. However, since most of its structure still resembles Lockbit v2.0, we surmise that this may be from another affiliate or group. With nearly a year since the release of LockBit v3.0, we have found no changes to the payload of the BabLock even with recent attacks, further solidifying our stance that they are neither connected nor closely affiliated with the actual LockBit group. What we do know is that the threat actor behind BabLock managed to take many of the base capabilities of LockBit v2.0 and added bits and pieces of different ransomware families to create their own unique variant, which could possibly be enhanced further in the future.

Recommendations

Organizations can implement security frameworks to safeguard their systems from similar attacks, which systematically allocate resources to establish a robust defense strategy against ransomware. Below are some recommended guidelines that organizations may want to consider:

• Taking an inventory of assets and data

- Identifying authorized and unauthorized devices and software
- Auditing event and incident logs
- Managing hardware and software configurations
- Granting admin privileges and access only when necessary to an employee's role
- Monitoring network ports, protocols, and services
- Establishing a software allowlist that only executes legitimate applications
- Implementing data protection, backup, and recovery measures
- Enabling multifactor authentication (MFA)
- Deploying the latest versions of security solutions to all layers of the system, including email, endpoint, web, and network
- Watching out for early signs of an attack such as the presence of suspicious tools in the system

Implementing a multi-faceted approach can aid organizations in securing potential entry points into their systems such as endpoint, email, web, and network. With the help of security solutions that can identify malevolent elements and questionable activities, enterprises can be safeguarded from ransomware attacks.

<u>Trend Micro Vision One</u>[™] provides multilayered protection and behavior detection, which helps block questionable behavior and tools before the ransomware can do any damage.

<u>Trend Micro Cloud OneTM – Workload Security</u> protects systems against both known and unknown threats that exploit vulnerabilities. This protection is made possible through techniques such as virtual patching and machine learning.

<u>Trend Micro™ Deep Discovery™ Email Inspector</u> employs custom sandboxing and advanced analysis techniques to effectively block malicious emails, including phishing emails that can serve as entry points for ransomware.

<u>Trend Micro Apex One</u>[™] offers next-level automated threat detection and response against advanced concerns such as fileless threats and ransomware, ensuring the protection of endpoints.

Indicators of Compromise (IOCs)

The indicators of compromise for this entry can be found here.

sXpIBdPeKzI9PC2p0SWMpUSM2NSxWzPyXTMLlbXmYa0R20xk