

The Story of KurtLar_SCADA

From Malware Discovery to Victim Notification

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Dragos**

I dabble in:

- Vulnerability analysis and research
- Malware analysis
- Threat hunting

**All specifically focused on identifying cyber
threats/risks to industrial systems.**



We've All Heard About Hacktivism Recently...

It's been in the news quite a bit this past year.

BY ANDY GREENBERG SECURITY APR 17, 2024 6:00 AM

Hackers Linked to Russia's Military Claim Credit for Sabotaging US Water Utilities

Cyber Army of Russia Reborn, a group with ties to the Kremlin's Sandworm unit, is crossing lines even that notorious cyberwarfare unit wouldn't dare to.

NBC News

Treasury says Iranian hackers posed as anti-Israel activists

The Treasury Department named and sanctioned six Iranian military hackers Friday, accusing them of cyberattacks against U.S. water...

Feb 2, 2024



CNN Politics

SCOTUS

Congress

Facts First

2024 Elections

Watch

List

Russia-linked hacking group suspected of carrying out cyberattack on Texas water facility, cybersecurity firm says



By Sean Lyngaa, CNN

5 minute read · Published 6:07 AM EDT, Wed April 17, 2024

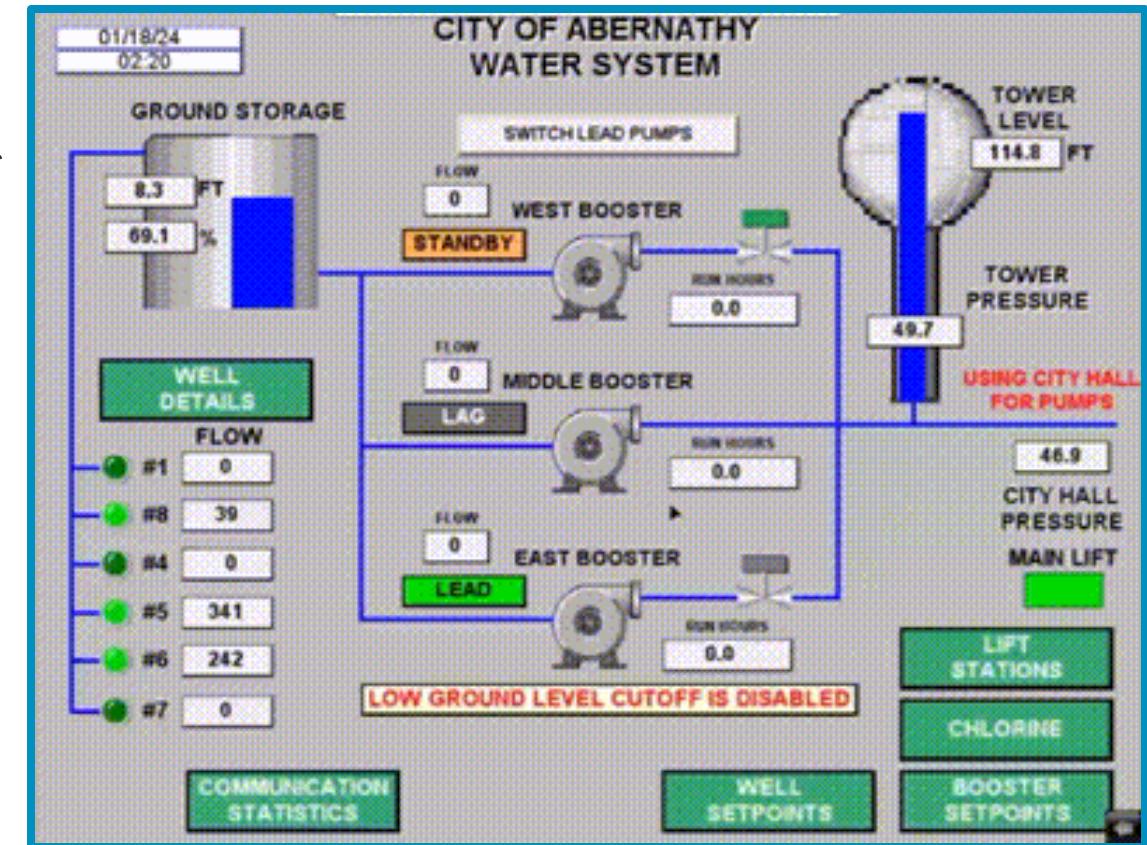
Cyber Army of Russia Reborn

Compromised Internet-exposed, poorly secured devices over VNC.

- Impacted sectors include water and wastewater, oil and natural gas in California, Florida, Texas, and Pennsylvania.
- Regional targeting based on geopolitical events
- Achieved Stage 2 of the ICS cyber kill chain by modifying HMI values

“Despite CARR briefly gaining control of these industrial control system, instances of major damage to victims have thus far been avoided due to CARR’s lack of technical sophistication.”

-- U.S. Dept. of the Treasury



CARR poking around a compromised HMI

Hunt3r Kill3rs

Claimed compromise of exposed Siemens and Unitronics PLCs.

Another opportunistic hacktivist group

- Use Telegram to advertise their activity
- Leverage default credentials

Appear to have reached Stage 2 of ICS Cyber Kill Chain 3 times by modifying fields and resetting device passwords.



Мы снова внедрились и вывели из строя ПЛК Siemens по всей Европе и НАТО.
Будьте осторожны, если вы не прекратите свои преступления,
мы взломаем ваши ядерные системы. 🤡

We again infiltrated and disrupted Siemens PLCs across Europe and NATO.
Be careful, if you don't end your crime, we will hack into your nuclear systems. 🤡

9 2 2 1

705 edited 23:30

CyberAv3ngers

Compromised Israeli-made Unitronics PLCs/HMIs, spanning multiple countries.

IOCONTROL publicly attributed to CyberAv3ngers

Pro-Iranian hacktivist persona, CISA affiliates with IRGC

CYBERSECURITY ADVISORY

IRGC-Affiliated Cyber Actors Exploit PLCs in Multiple Sectors, Including US Water and Wastewater Systems Facilities



The List Goes On and On

There are plenty more that haven't been covered in the media.

- Most exaggerate their claim to sensationalize.

They care more about the attention received than the actual impact of the attack.



So, What Does 'Hacktivism' Look Like?

There are a few patterns:

- Geopolitically motivated
- Utilizes encrypted messaging services (e.g. Telegram)
- TTPs
 - Internet-exposed devices
 - Default credentials
 - Open-source tools
- Primarily opportunistic

Stage 2 ICS Kill Chain - Do they know what they're doing? Debatable.



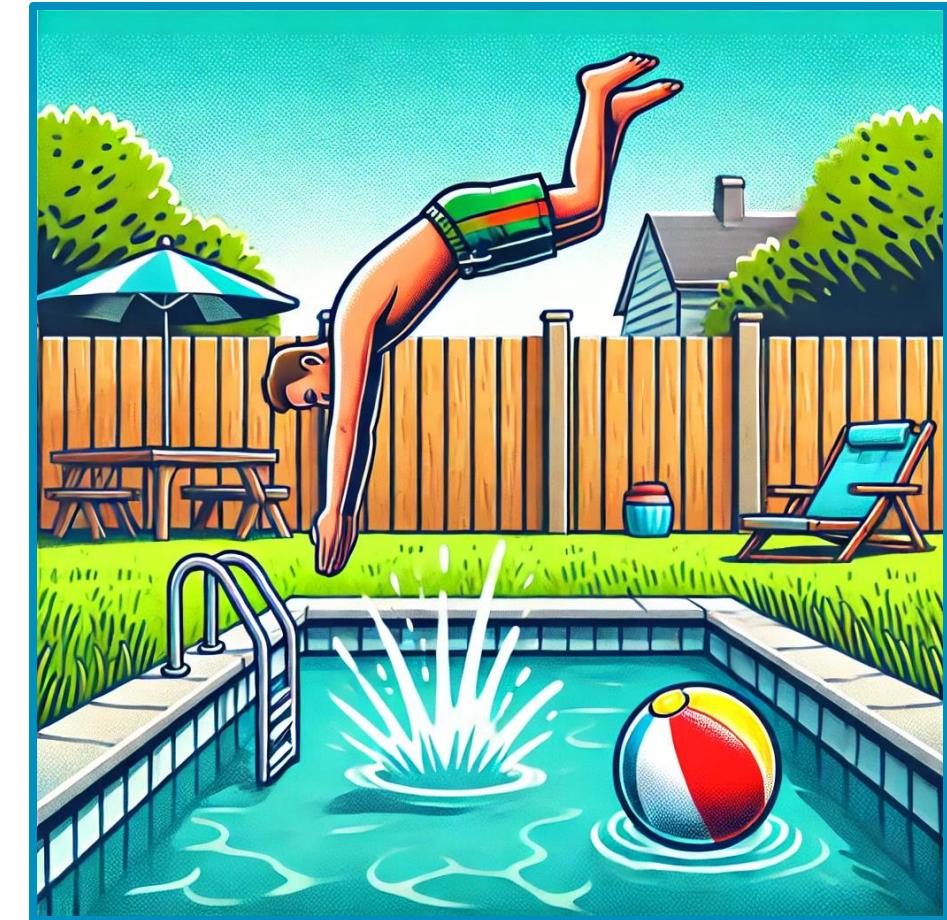
This Presentation will Introduce Another

We will cover:

- Discovery
- Analysis
- Victim Notifications

And along the way learn about:

- Malware analysis
- Threat hunting



VirusTotal

...a massive repository of files that users upload to when they suspect a file is malicious.

- Free comprehensive antivirus scan!

VT Enterprise users can hunt through files for malicious activity.



Threat Hunting in VirusTotal

VirusTotal queries can be quite powerful for narrowing down the search space.

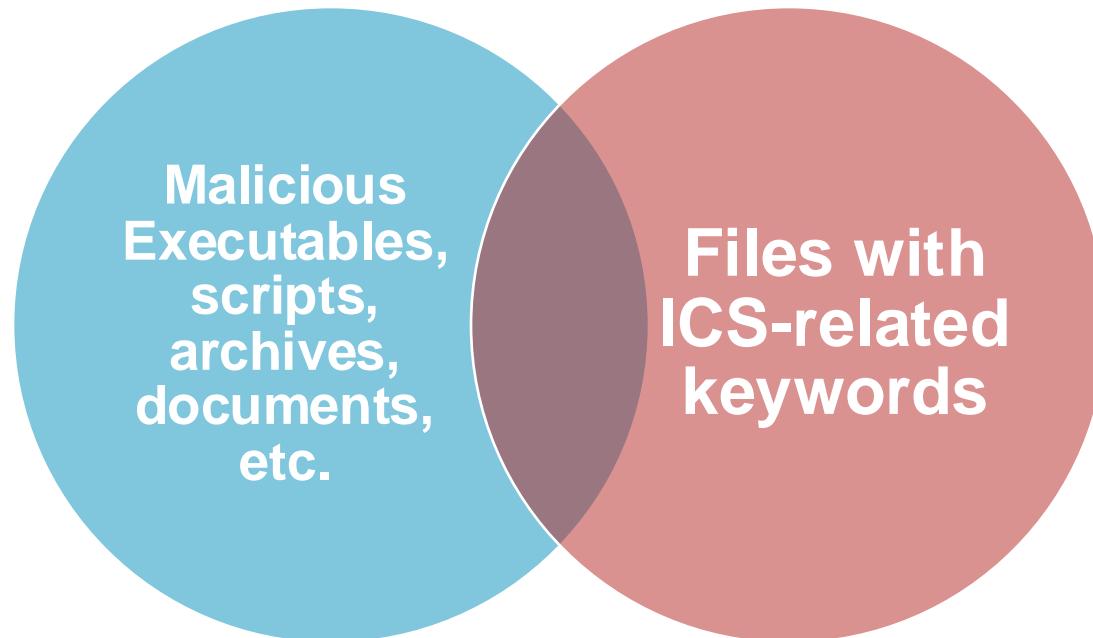


Try dozens of query combinations, it can be a game of numbers!

More Advanced Searching Mechanisms

Yara: a rule-based language to identify malware.

- Highly efficient way to comb through massive amounts of data



```
7   rule detect_ics_compiled_python {  
8     strings:  
9       $ics1 = "BACnet"  
10      $ics2 = "modbus"  
11      $ics3 = "OPCUA"  
12      $ics4 = "ControlNet"  
13      $ics5 = "s7comm"  
14      $ics6 = "Rockwell Automation"  
15      $ics7 = "Schneider Electric"  
16      // ...  
17    condition:  
18    |   is_compiled_python and 3 of ics_keywords  
19  }
```

More Advanced Searching Mechanisms

RetroHunts: mechanism to search files collected on VT from the past year



LiveHunts: enables continuous monitoring, running provided rule against all future uploads.



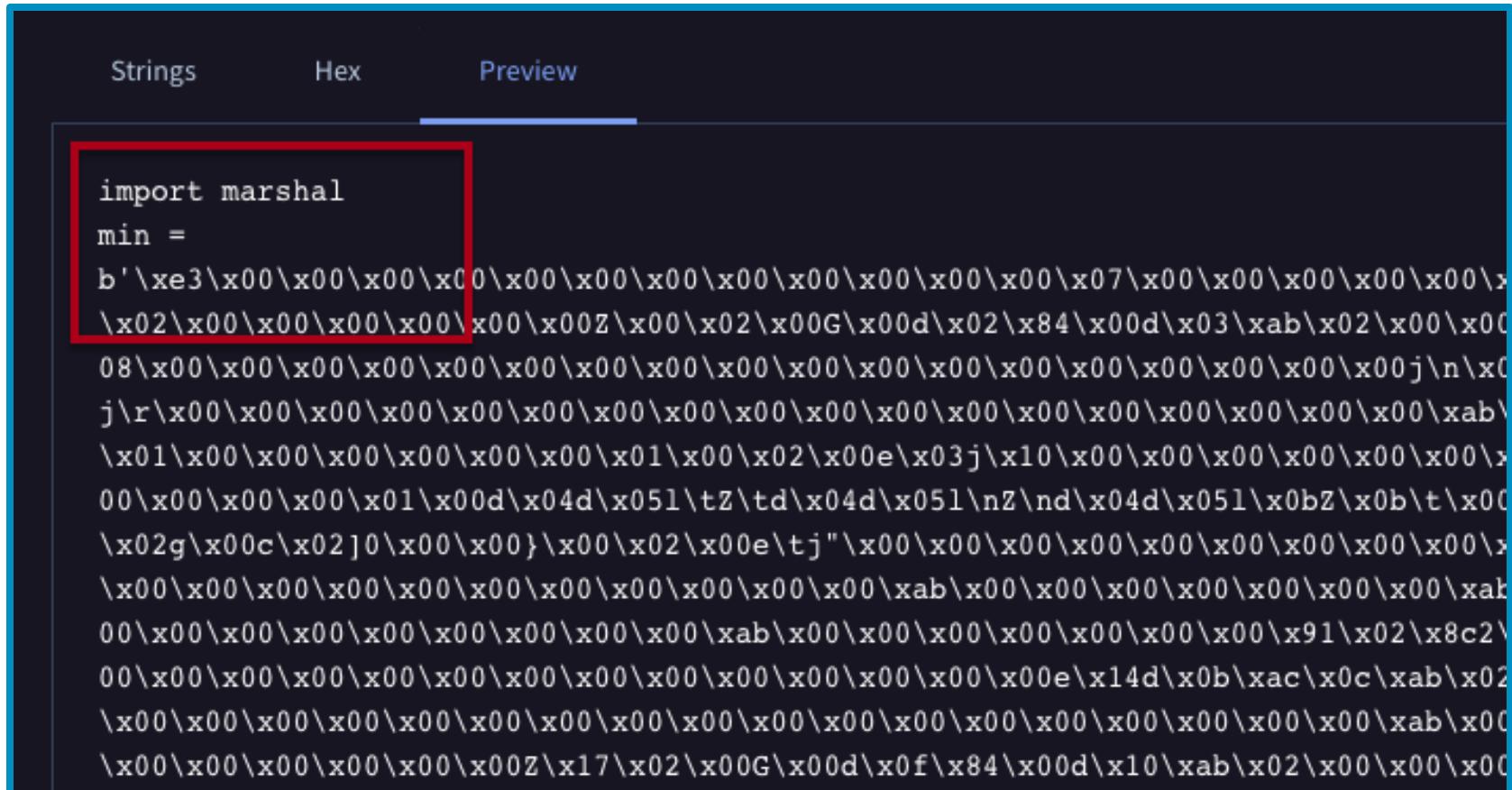
Finding KurtLar_SCADA



	Summary - 1/1 Files	Associations	Detections	First seen	Last seen	Submitters
	1df6ea128bc9866f6564cfb3d01d3065469e3ca304b4a47a...	-	0 / 64	2024-09-09 20:03:26	2024-11-11 20:02:10	2
<input type="checkbox"/>	   kurtlar_scada (1).py					 108.62 KB

What Made it Look Suspicious?

VirusTotal has a nifty “Preview file” feature!



The screenshot shows a screenshot of the VirusTotal interface, specifically the "Preview" tab. The preview window displays assembly code. A red box highlights the first few lines of the code:

```
import marshal
min =
```

The rest of the code is a long string of hex values representing assembly instructions.

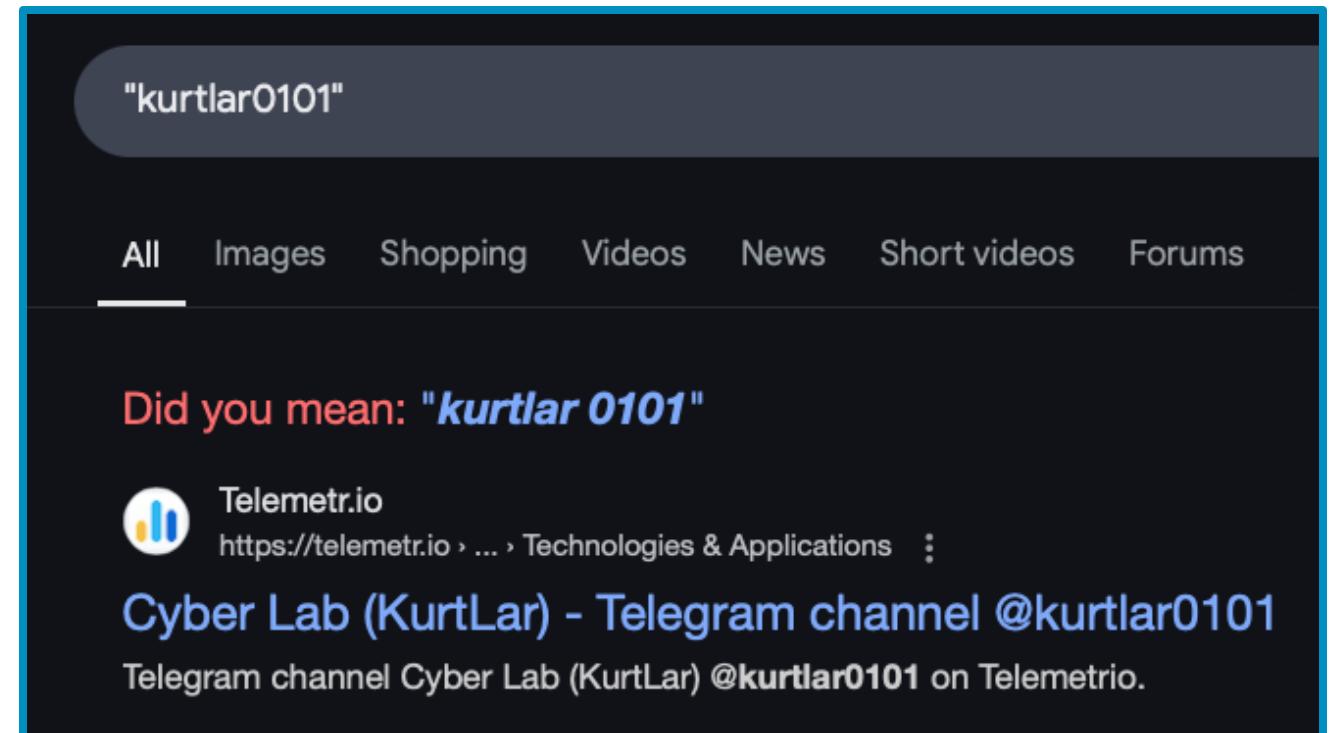
KurtLar.exe

The screenshot shows a dark-themed interface for analyzing a file named "kurtlar.exe". On the left, a circular progress bar indicates a "Community Score" of 12 out of 75, with a red arc representing the current value. Below the score are two buttons: an upward-pointing arrow and a downward-pointing arrow. To the right, a large red warning message states: "12/75 security vendors flagged this file as malicious". Underneath the file name, the MD5 hash "61219ea5cd69fb4fbf20cb304673cecf42d2251aa3b4c7e6f6b36a52ba9013e" is displayed. At the bottom, several green labels categorize the file: "peexe", "overlay", "64bits", and "detect-debug-environment".

First seen ⓘ
 IRAN, ISLAMIC REPUBLIC OF
2024-08-29 08:14:18 UTC

Discovering the Telegram Channel

You can discover a lot by googling unique artifacts!

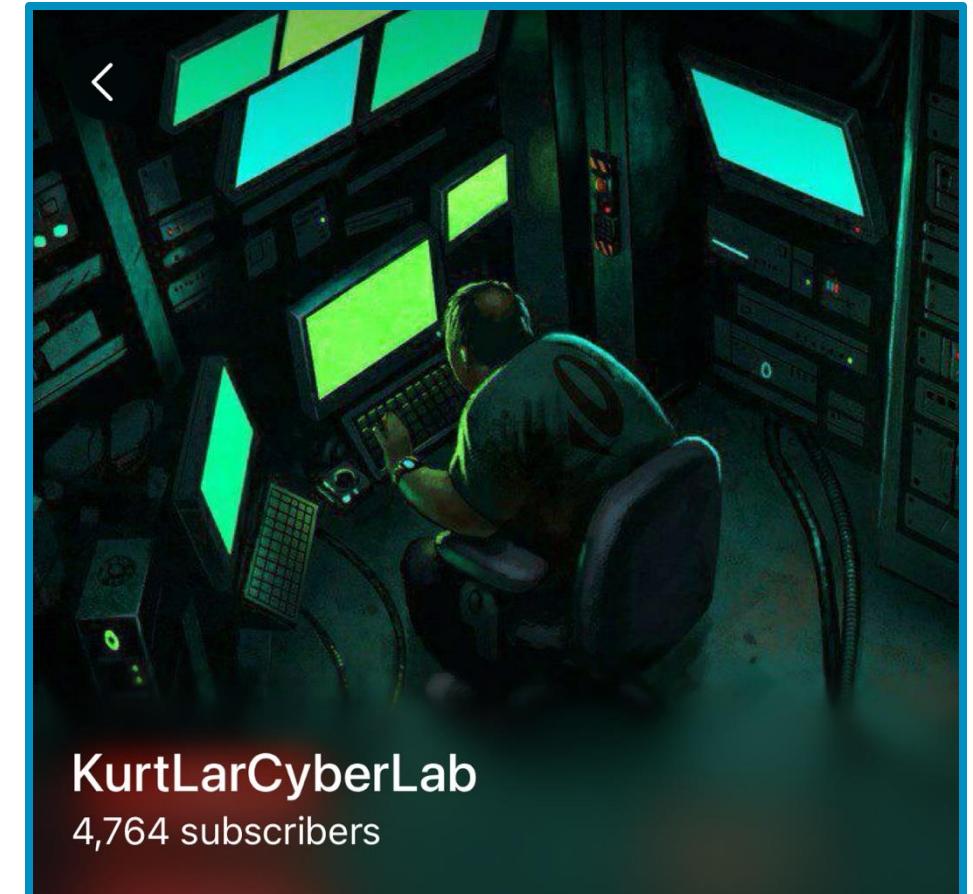


KurtLarCyberLab Telegram Channel

KurtLarCyberLab boasts over 4500 members

Administrator operates several back-up and VIP channels.

- After Durov's arrest, the administrator archived the old channel and created several new ones.

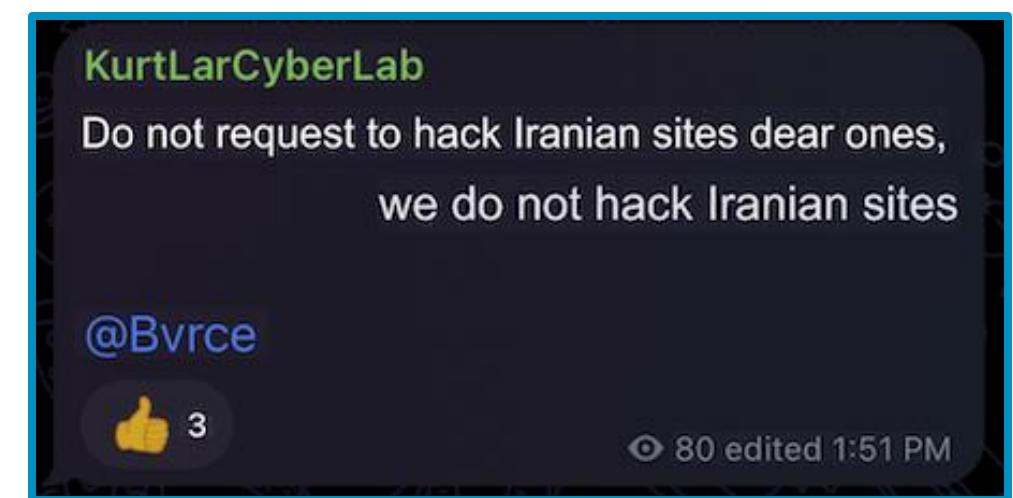


Pro-Iranian Ideology

The administrator makes their ideology very clear

- Pro-Iran
- Offers discounts to tools for those targeting USA or Israel

Telegram channel description claims they're an anti-terrorism channel.



Telegram Channel Advertisements

Cyber Lab (KurtLar)
scada tool...

What does our SCADA tool do?
It hits security and important servers,
like it hacks gas and water sources

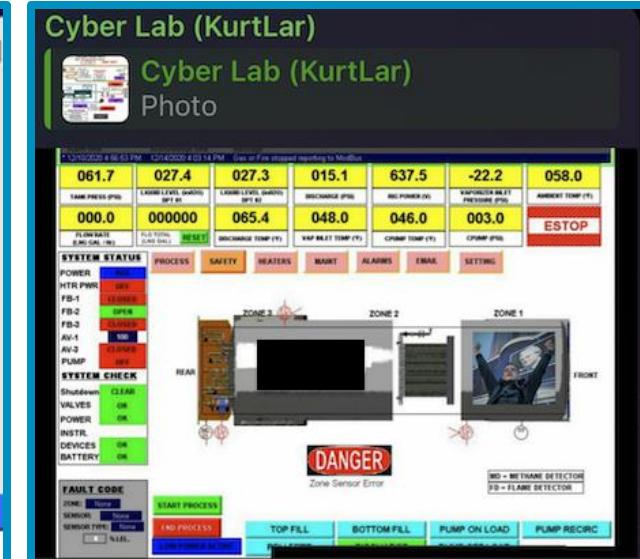
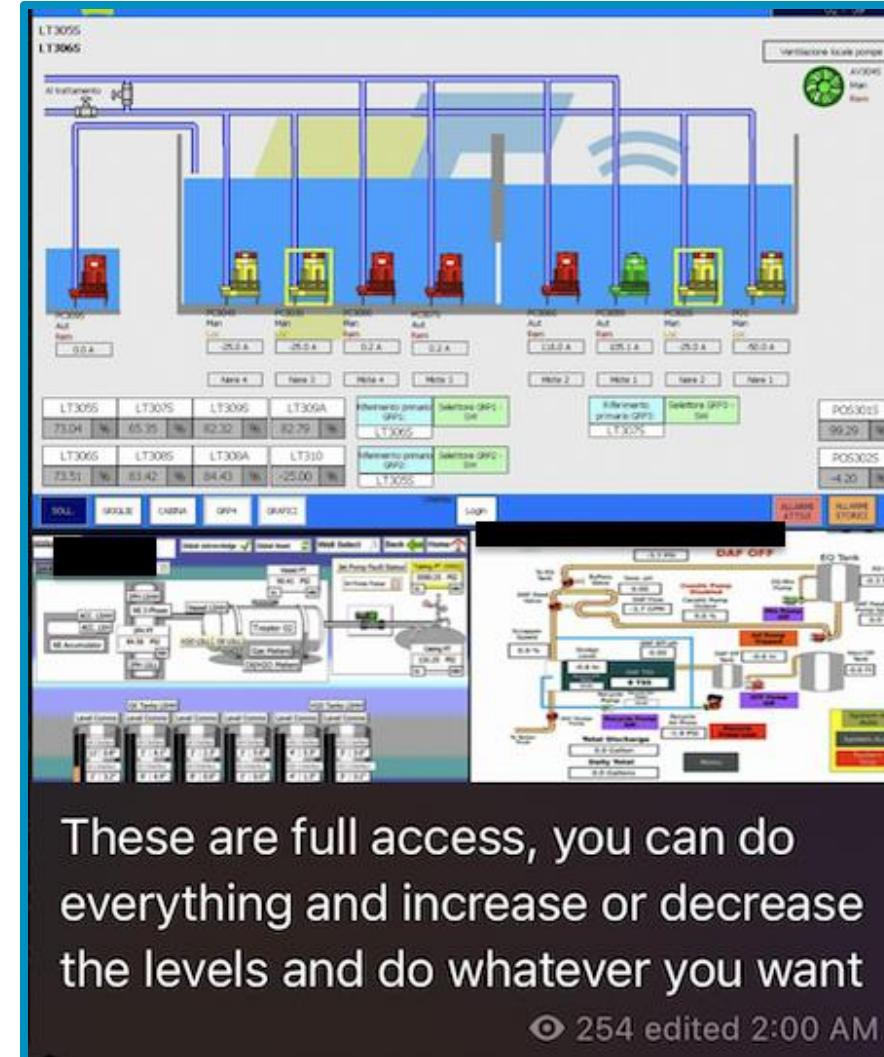
For example, a gas source that is
connected to another server, see what
you can do

or hacking gas stations

⌚ 269 1:58 AM

Telegram Channel Advertisements

Very clearly motivated to hack American/Israeli industrial systems



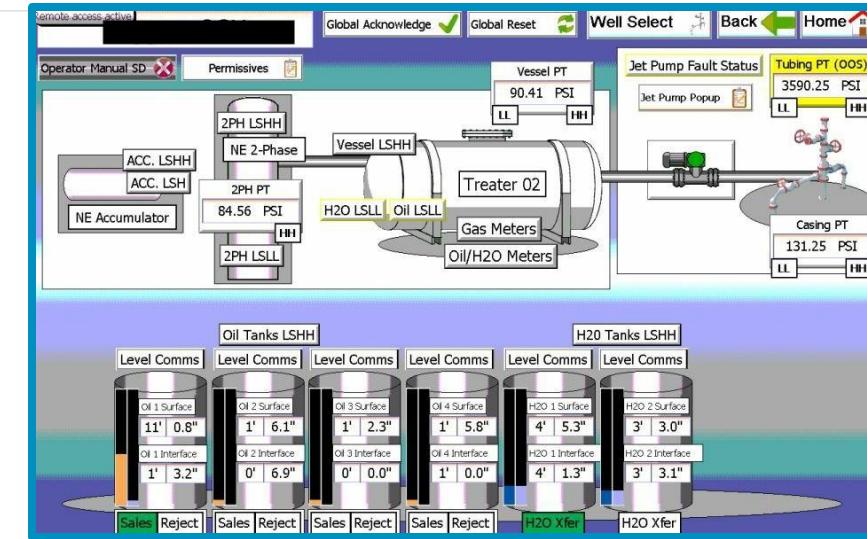
Hacking America's gas resources by this tool

This tool hits iot and scada and important servers

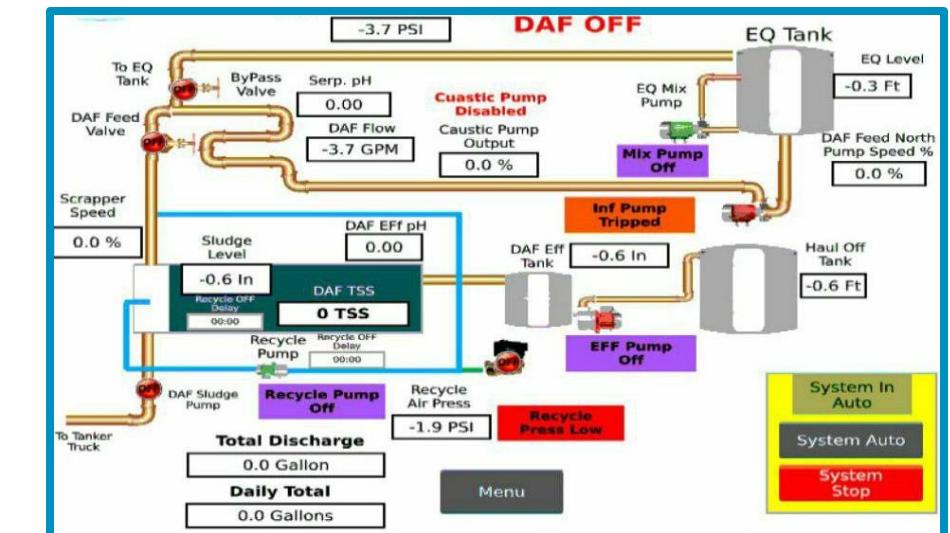
From the smart home, it hacks gas sources

Telegram Channel Advertisements

Oil drilling operations.



Tanker truck washing water treatment site.



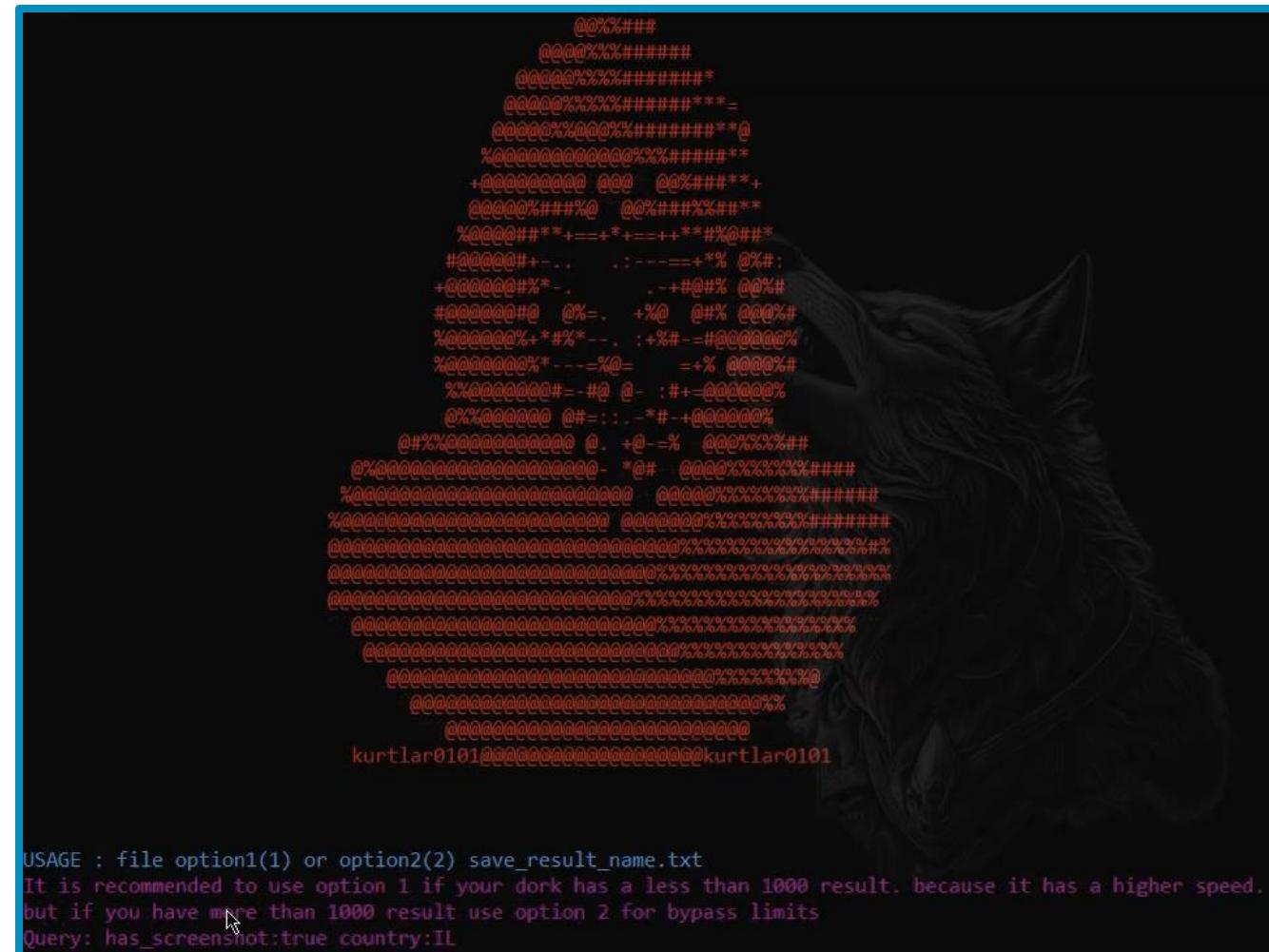
Full Product Offerings

SpyLens – access internet-exposed IP cameras

SMS Bomber – send mass texts, likely for scamming purposes.

Shodan Grabber – bypass monthly Shodan query credits

ShellFinder – exploit vulnerable web servers then uploads web shell



Timeline at Discovery

Tool advertised on
Telegram

08/14/24



KurtLar_SCADA.py
uploaded to VT

KurtLar.exe
uploaded to VT

Discovery of
the samples

Analysis Goals

What we know:

- Tool is *advertised* as SCADA/HMI remote access capability.

What we don't know:

- Are the claims in the Telegram channel legitimate?
- How does it work?

Goals:

- Understand how it works!
- Can we identify the victims?



Kurtlar.exe

Crowdsourced YARA rules ⓘ

⚠️ Matches rule PyInstaller from ruleset PyInstaller at <https://github.com/bartblaze/Yara-rules> by @bartblaze
↳ *Identifies executable converted using PyInstaller. This rule by itself does NOT necessarily mean the detected file is malicious.*

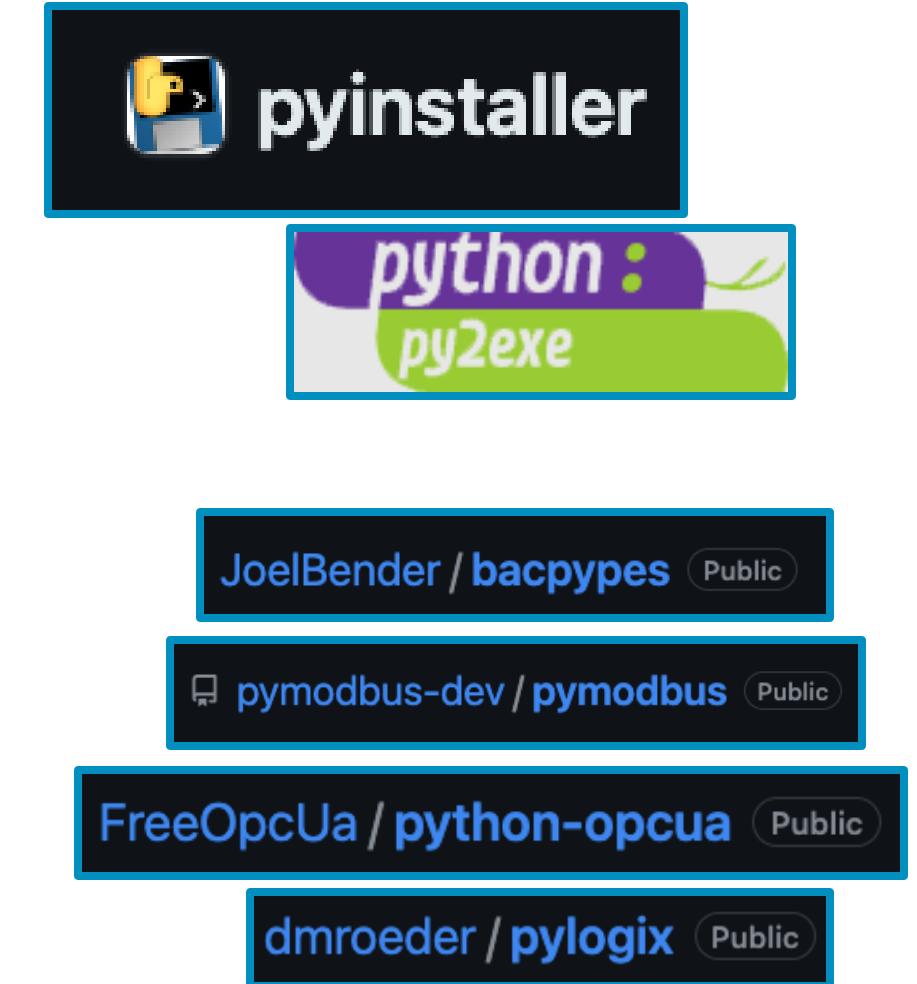
```
Error loading Python DLL '%s'.
Failed to pre-initialize embedded python interpreter!
Failed to allocate PyConfig structure! Unsupported python version?
Failed to set python home path!
Failed to start embedded python interpreter!
bpython312.dll
8python312.dll
```

Compiled Python

A mechanism to bundle Python bytecode and the Python interpreter into one executable.

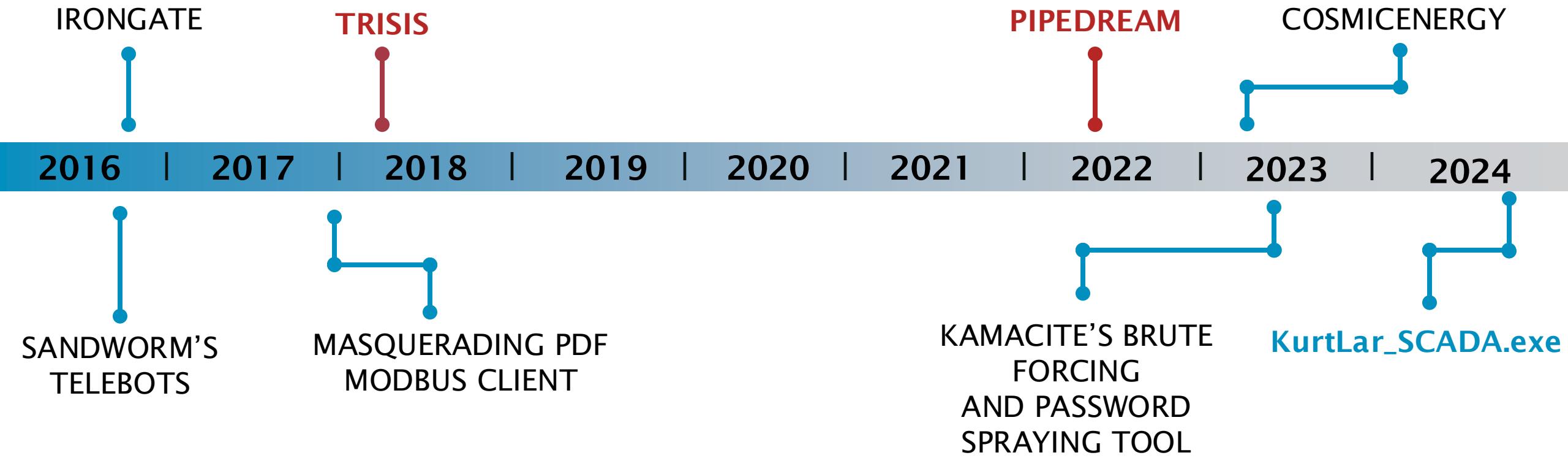
Why is this desirable?

- All dependencies are bundled; no version worries!
- Python has lots of open-source library support.



ICS “Threats” Have Often Used Compiled Python

Lots of nuance to discuss here!



Decompiling is Usually Easy

Source code is represented as Python bytecode contained in the executable.

- Extract bytecode and turn it back to Python!

The typical process (PyInstaller):

```
./python3.12 pyinstxtractor.py kurtlar.exe
```

```
pycdc kurtlar_scada.pyc
```

```
kurtlar_scada.py
```

However, KurtLar_SCADA Does Not Decompile

However, reliable tools fail for Python v3.10 and later!

Thankfully, new tools exist!

The typical process:

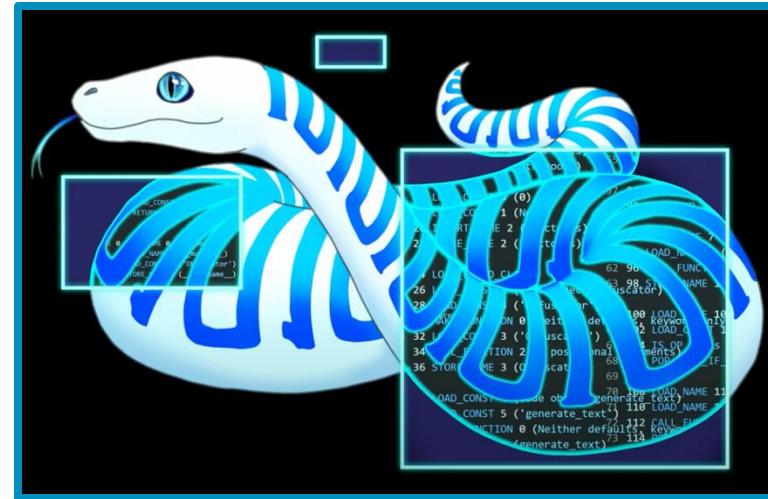
```
./python3.12 pyinstxtractor.py kurtlar.exe
```

```
pycdc kurtlar_scada.pyc
```

```
kurtlar_scada.py
```

Transformer AI Models Can Help

PyLingual can turn PYC files → Python source



PyLingual Python Decompiler

Upload Your .PYC File for Decomilation

Browse for File

Choose a file, or drag and drop to upload.
*(Only *.pyc files will be accepted)*

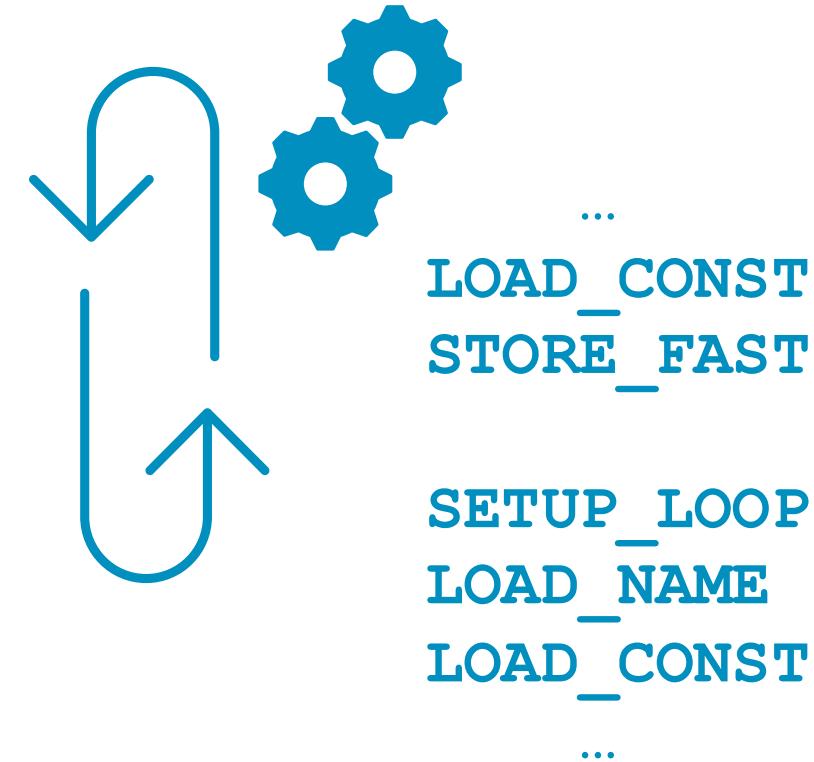
PYC Disassembly

32

Static analysis is quite doable with PYC file.

- Why not then read the assembly?

One word: obfuscation



KurtLar_SCADA.exe Obfuscation Techniques

A couple of obfuscation layers are utilized across the samples:

- Marshalling python bytecode
 - Hex-encoded strings
 - Symbol obfuscation

**Mostly easy to defeat;
variable/function renaming is a PITA
for static analysis.**

Defeating Marshalled Python Bytecode

This is a Python script that contains another Python script

- Inner-most script is represented via byte string
- Leverages internal library to deserialize, load, and execute payload.

```
2 import marshal
3
4 min = b'\xe3\x00\x00\x00<PYTHON_BYTECODE>\xde\x01\x00\x00'
5 ob = marshal.loads(min)
6 exec(ob)
7
```

Defeating Marshalled Python Bytecode

```
2 import marshal
3
4 min = b'\xe3\x00\x00\x00<PYTHON_BYTECODE>\xde\x01\x00\x00'
5 ob = marshal.loads(min)
6 exec(ob)
7
```

Easily defeated by
modifying wrapper script



```
2 import marshal
3 import importlib
4
5 min = b'\xe3\x00\x00\x00<PYTHON_BYTECODE>\xde\x01\x00\x00'
6 ob = marshal.loads(min)
7 # exec(ob) # IT IS IMPERATIVE THIS LINE IS COMMENTED OUT
8 bytecode = importlib._bootstrap_external._code_to_timestamp_pyc(ob)
9 with open("./kurtlar_scada.pyc", "wb") as pyc_file:
10     f.write(bytocode)
11
12
```

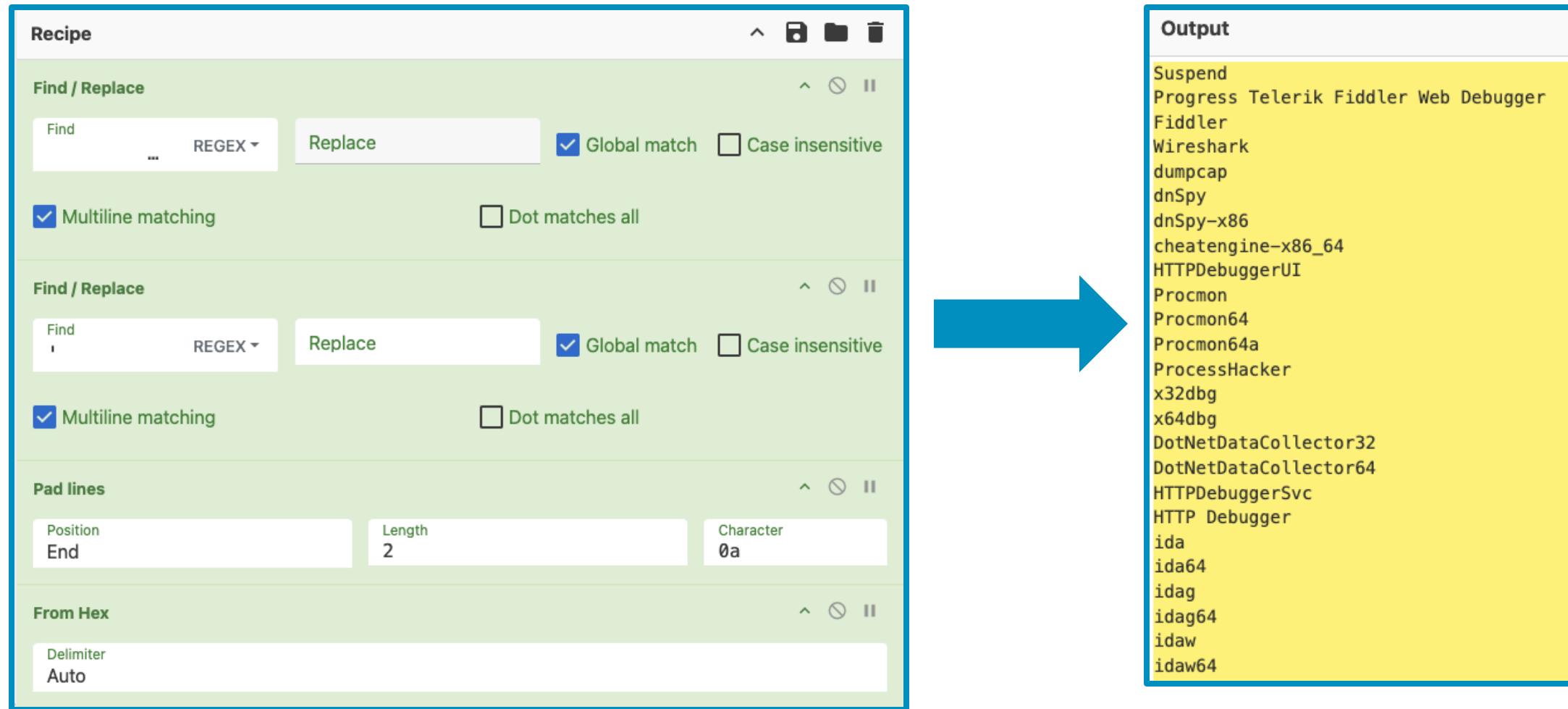
Hex-encoded Strings

ASCII values are hex-encoded.

Useful for avoiding detections like Yara

```
'53757370656e64'  
'50726f67726573732054656c6572696b20466964646c657220576562  
'466964646c6572'  
'57697265736861726b'  
'64756d70636170'  
'646e537079'  
'646e5370792d783836'  
'6368656174656e67696e652d7838365f3634'  
'48545450446562756765725549'  
'50726f636d6f6e'  
'50726f636d6f6e3634'  
'50726f636d6f6e363461'  
'50726f636573734861636b6572'  
'783332646267'  
'783634646267'  
'446f744e657444617461436f6c6c6563746f723332'  
'446f744e657444617461436f6c6c6563746f723634'  
'4854545044656275676572537663'  
'485454502044656275676572'  
'696461'  
'6964613634'x  
'69646167'  
'696461673634'  
'69646177'  
'696461773634'  
'69646171'  
'696461713634'  
'69646175'
```

Decoding Hex to ASCII with CyberChef

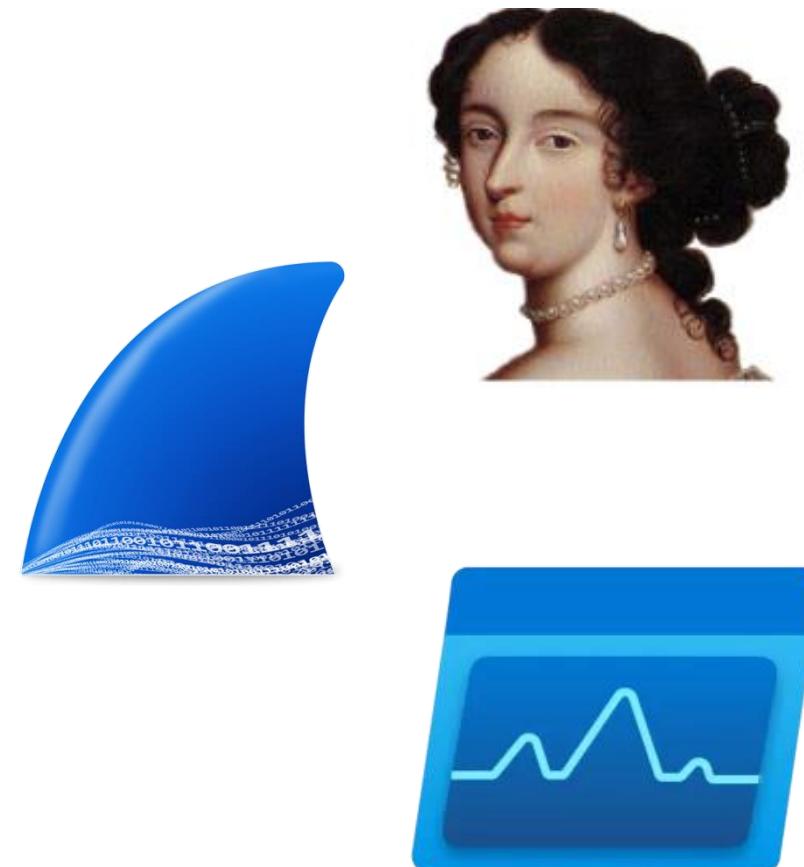


The image shows the CyberChef interface with two main sections: 'Recipe' and 'Output'.
Recipe: This section contains three identical 'Find / Replace' blocks. Each block has a 'Find' field containing a dot (.), a 'Replace' field containing a space, and checkboxes for 'Global match' (checked) and 'Case insensitive' (unchecked). The first two blocks also have 'Multiline matching' checked and 'Dot matches all' unchecked. The third block has 'Multiline matching' checked and 'Dot matches all' checked.
Output: This section displays a list of ASCII strings:
Suspend
Progress Telerik Fiddler Web Debugger
Fiddler
Wireshark
dumpcap
dnSpy
dnSpy-x86
cheatengine-x86_64
HTTPDebuggerUI
Procmon
Procmon64
Procmon64a
ProcessHacker
x32dbg
x64dbg
DotNetDataCollector32
DotNetDataCollector64
HTTPDebuggerSvc
HTTP Debugger
ida
ida64
idag
idag64
idaw
idaw64

Anti-analysis Checks

Hex-encoded strings are process names for common malware analysis tools

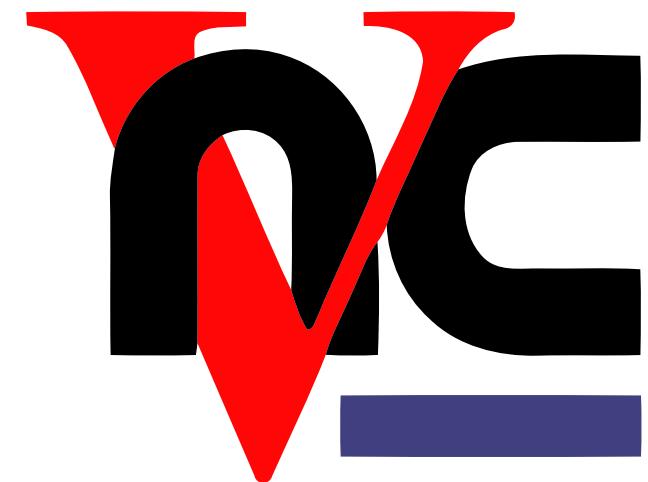
- If found during execution, the program terminates.



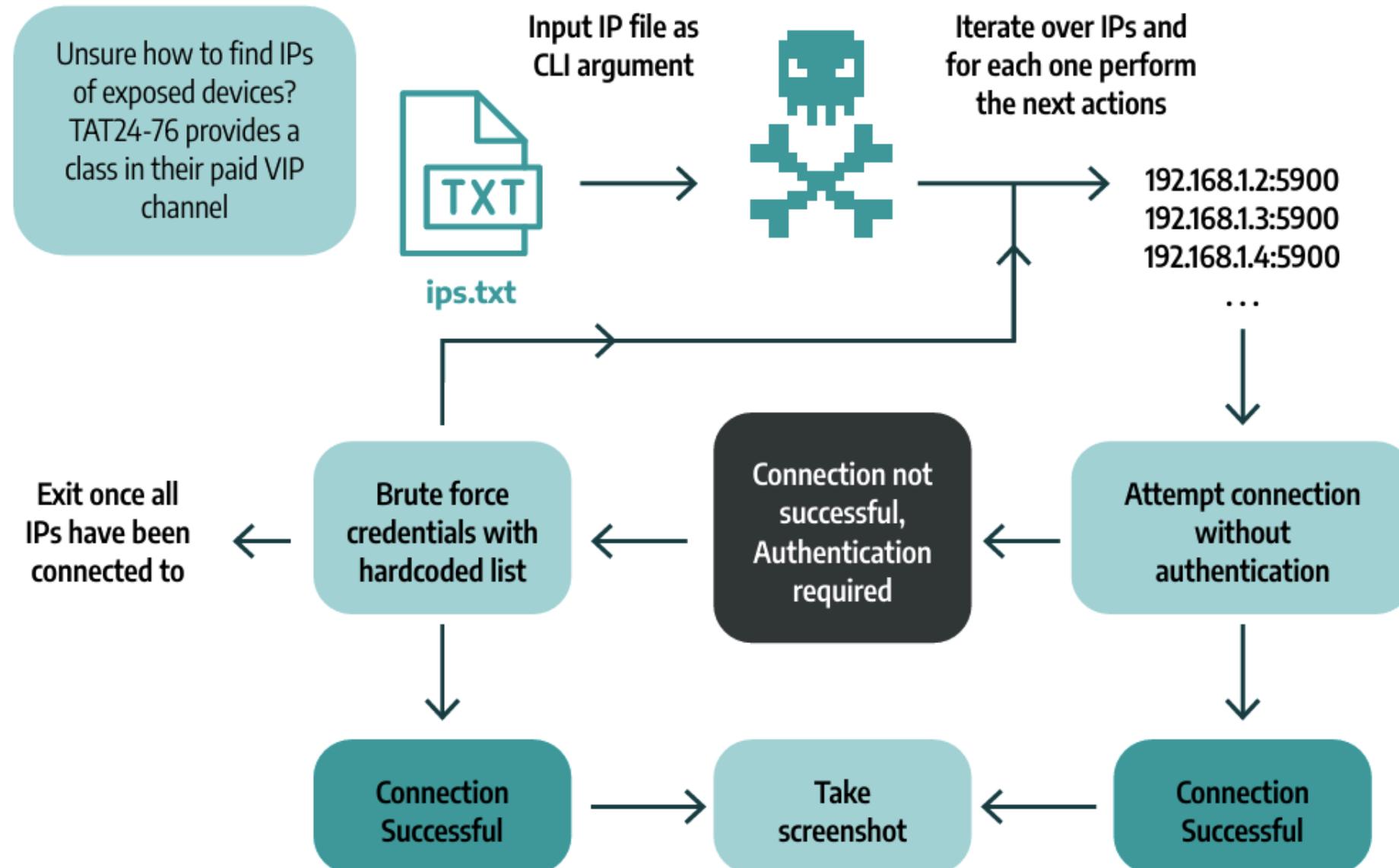
Uncovering KurtLar_SCADA.exe

In the end, the winning combo was AI models + static analysis of PYC disassembly

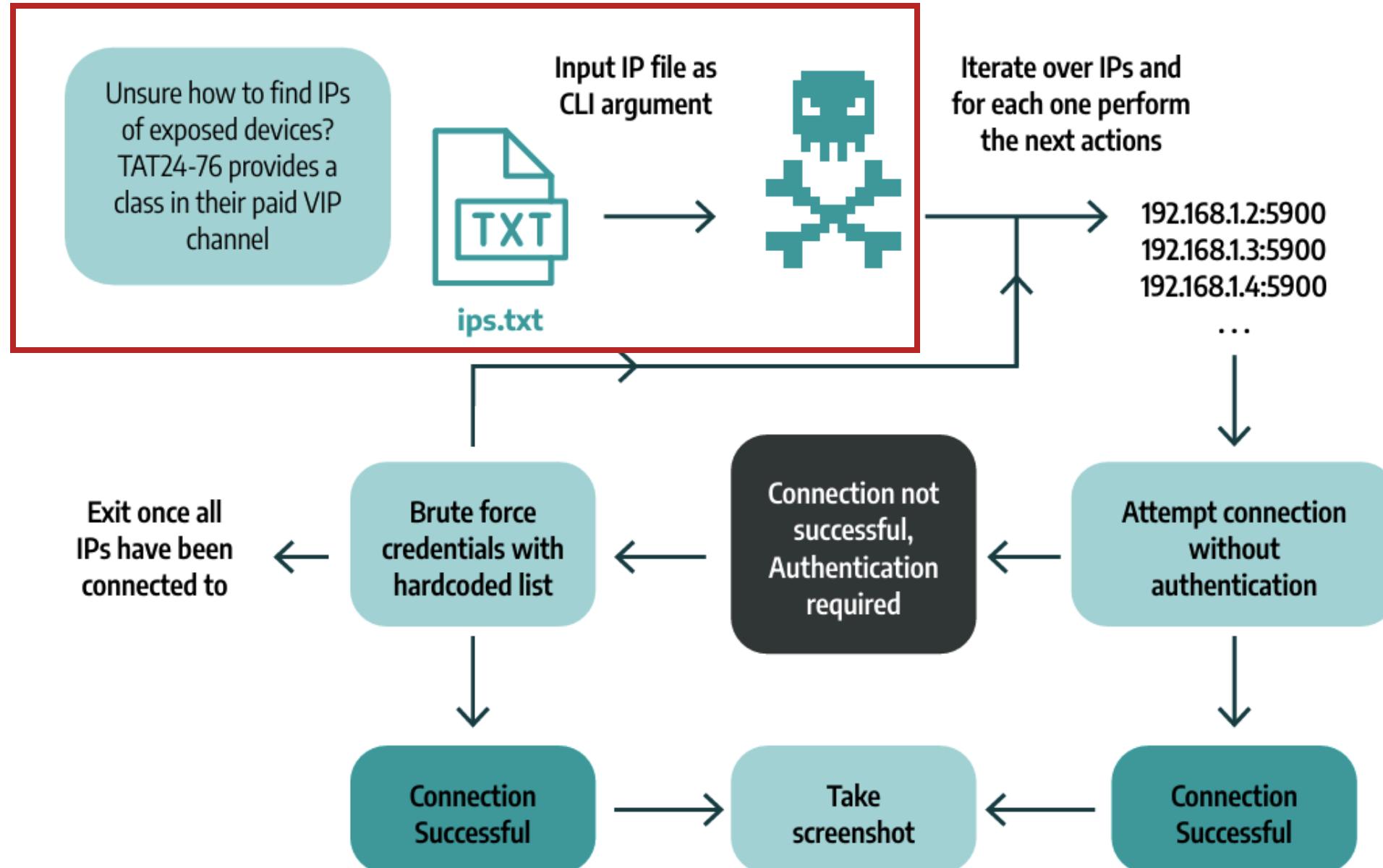
KurtLar_SCADA.exe brute forces VNC authentication with a small list of credentials.



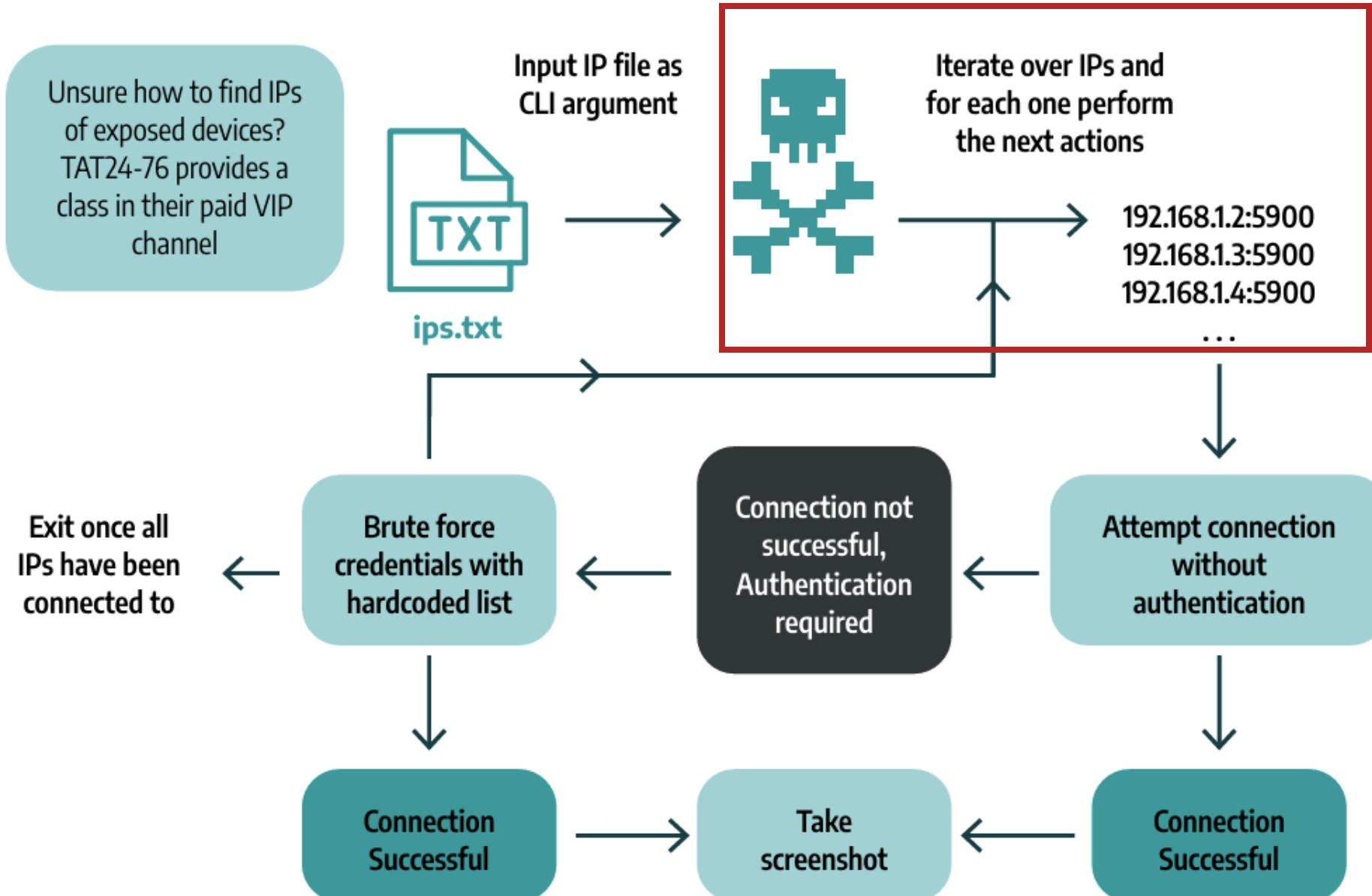
Execution Flow of kurtlar.exe and kurtlar_scada.exe



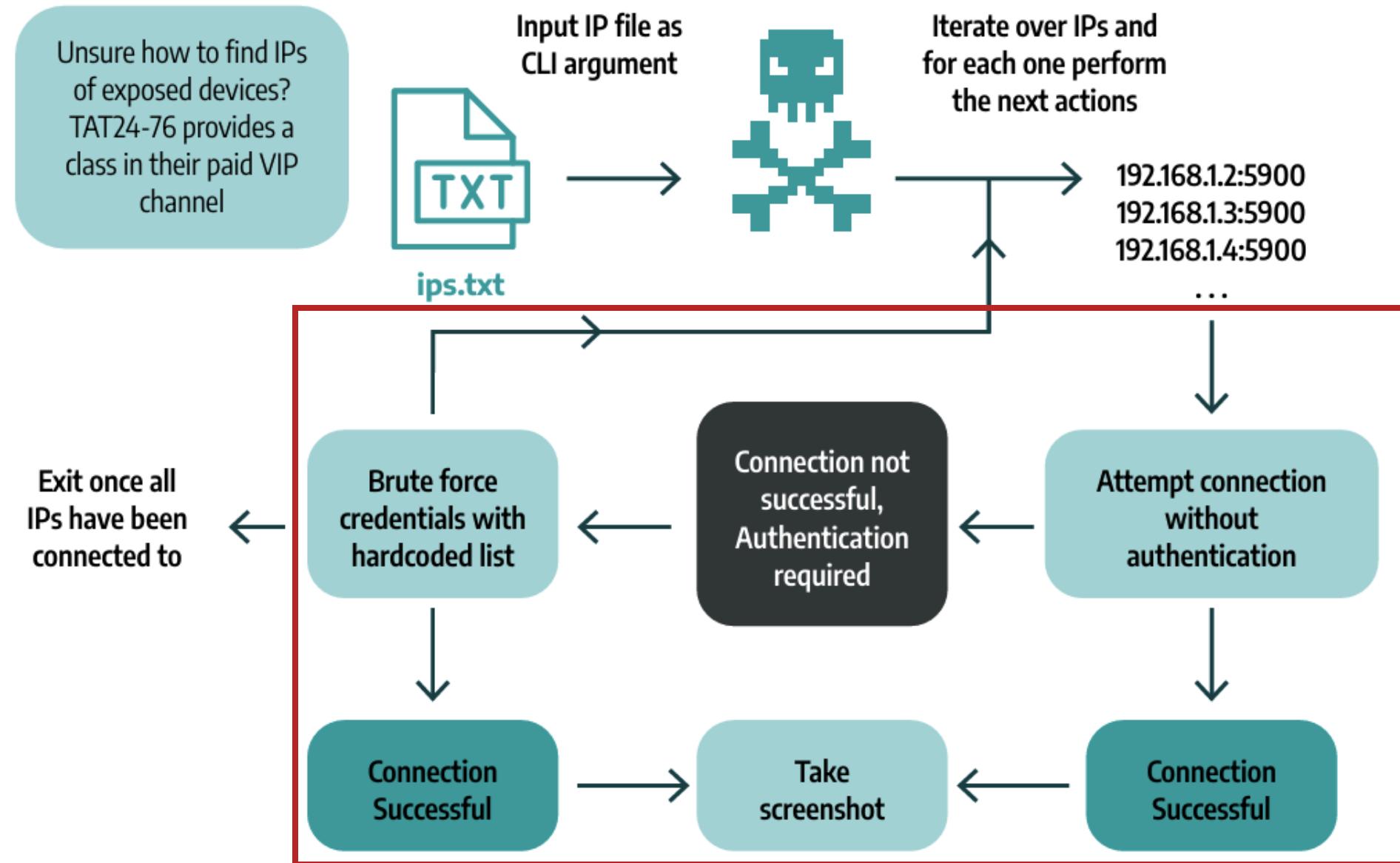
Execution Flow of kurtlar.exe and kurtlar_scada.exe



Execution Flow of kurtlar.exe and kurtlar_scada.exe



Execution Flow of kurtlar.exe and kurtlar_scada.exe



Telegram Channel Advertisements

Cyber Lab (KurtLar)
scada tool...

What does our SCADA tool do?

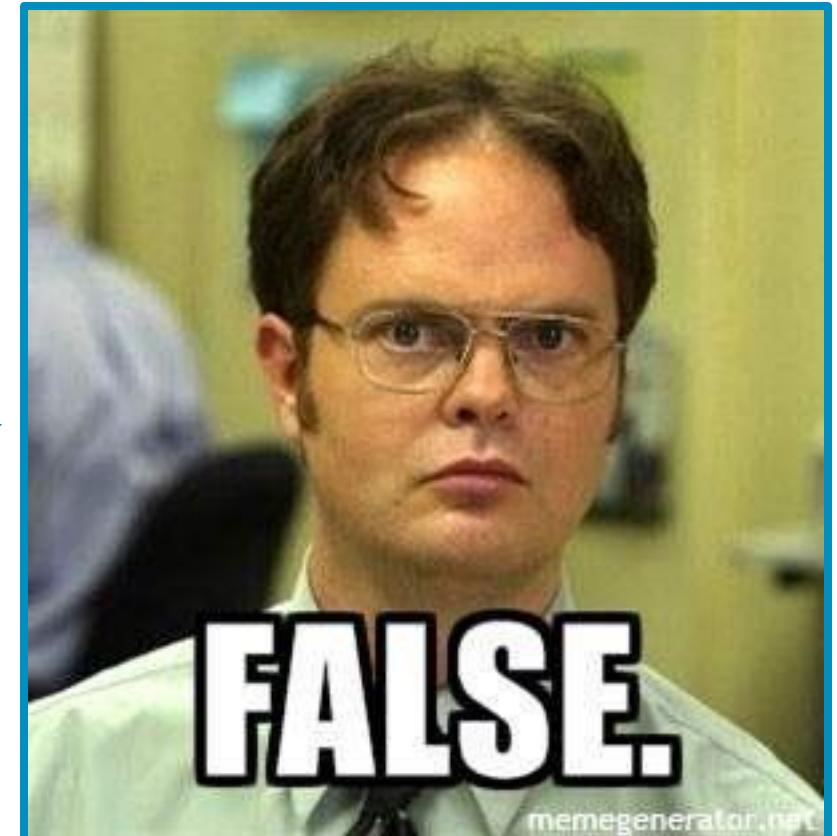
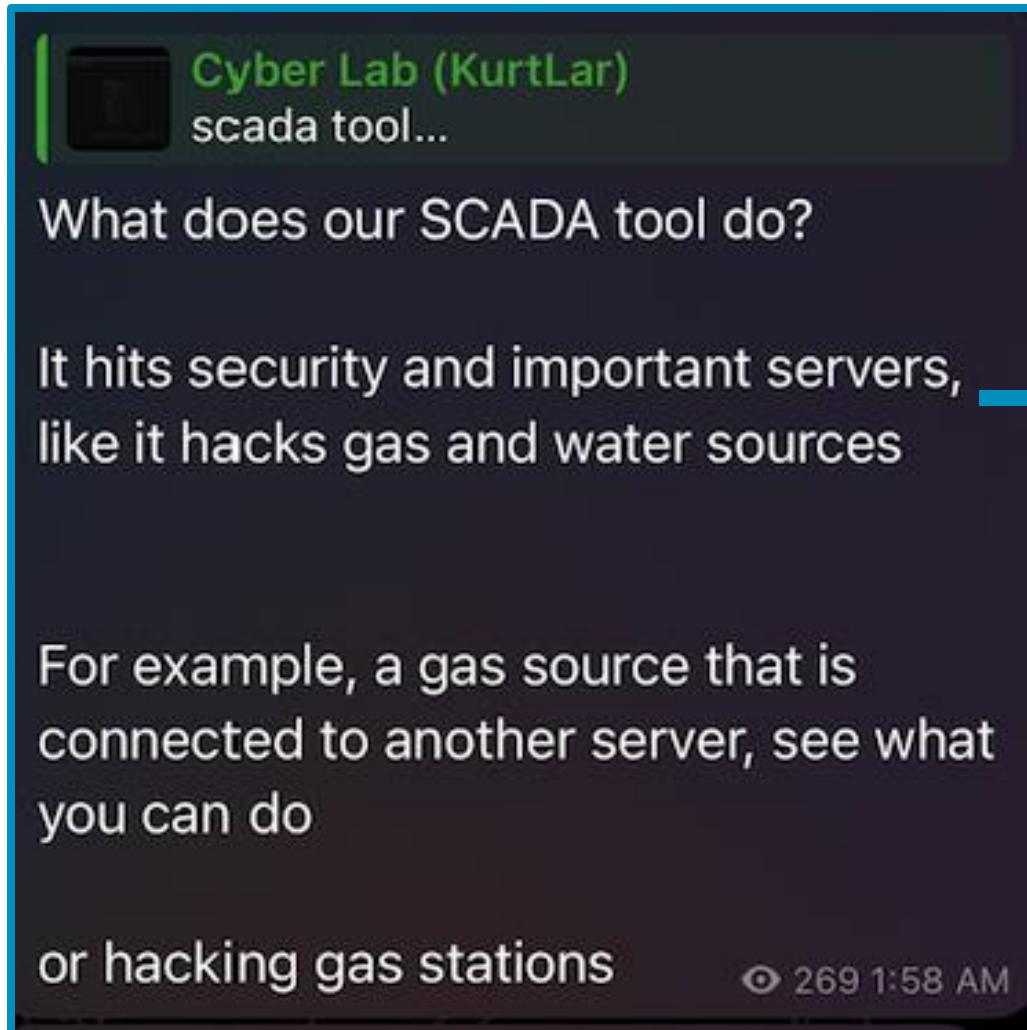
It hits security and important servers,
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For example, a gas source that is
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or hacking gas stations

269 1:58 AM

Telegram Channel Advertisements



Telegram Channel Advertisements

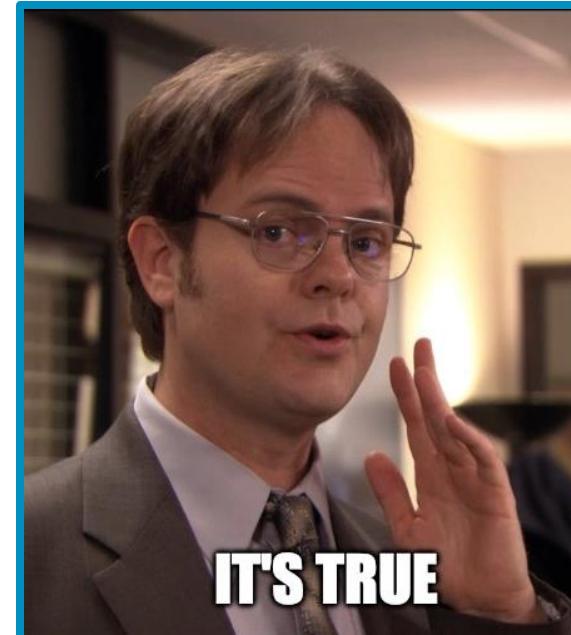
We provide our own support and no one is going to have a problem running this tool

And that this tool is super private, nobody has this tool anywhere, it is coded by the team itself and you can download it only from us.

Telegram Channel Advertisements

We provide our own support and no one is going to have a problem running this tool

And that this tool is super private, nobody has this tool anywhere, it is coded by the team itself and you can download it only from us.



Telegram Channel Advertisements

We provide our own support and no one is going to have a problem running this tool

And that this tool is super private, nobody has this tool anywhere, it is coded by the team itself and you can download it only from us.



Is KurtLar_SCADA.exe ICS Malware?

ICS malware is defined as:

“ICS-capable software intentionally designed for adverse effects on operational technology environments.”

and must meet the following properties:

1. Must be ICS-capable
2. Must be designed with malicious intent
3. Must have the ability for adverse effects on OT environments.



No, KurtLar_SCADA is not ICS Malware

ICS malware is defined as:

“ICS-capable software intentionally designed for adverse effects on operational technology environments.”

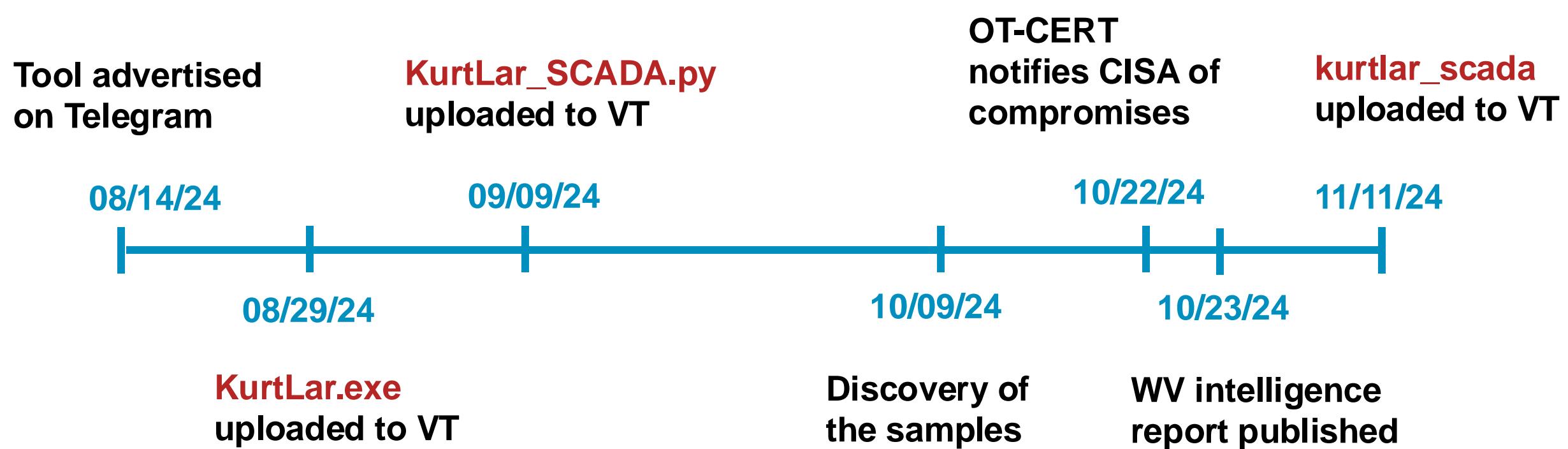
and must meet the following properties:

1. Must be ICS-capable X
2. Must be designed with malicious intent ✓
3. Must have the ability for adverse effects on OT environments. X

...but it's nuanced. No new initial access method created here, just using known remote access protocols!



Timeline after Victims Notified



Dragos OT-CERT: A Community Approach

OT-CERT is a community of members from small to large businesses, and partners like ISACs.

- Completely free!
- OT-CERT has over 2400+ members.



OT-CERT
OPERATIONAL TECHNOLOGY
CYBER EMERGENCY READINESS TEAM

Dragos OT-CERT: A Community Approach



FREE CYBERSECURITY RESOURCES



OPEN TO GLOBAL ICS/OT COMMUNITY



ONGOING CONTENT



WORKING SESSIONS



VULNERABILITY DISCLOSURES

VICTIM NOTIFICATIONS

Alerting the Victims

3 screenshots contained enough information to identify victims:

- Norwegian fishing ship
- Washing station for tanker trucks (wastewater treatment) in U.S.
- Oil drilling company in U.S.



“...we were able to make contact and share the info. It ‘rattled’ them a bit. They have also engaged CISA for their services as a result of the notification.”

“...he was rather uninterested in doing anything about the incident.”



Low-Hanging Fruit is Effective!

KurtLar_SCADA.exe is a glorified VNC client with brute-forcing capabilities.

A capability does not have to be impressive to pose a risk.

If you expose your devices directly to the Internet, they are sitting ducks.



Vendors, We Need Your Help!

Vendors aren't incentivized to design secure systems.

Security

One may be concerned about rogue actors connecting through VNC to spy on secret data or remotely operate the system.

VNC can have several layers of security: the VNC client must give a password before connecting; blacklists may exempt certain machines from connecting; nonstandard port numbers may be used etc.

We have currently chosen not to implement these means, in order to avoid too much complexity. We think the fact that the [REDACTED] will only activate VNC when he want to, and that his address is neither static nor easily found, gives a reasonable degree of security. This policy may be changed if so demanded.

Conclusion – Defense is Doable!

Good news: defense is doable!

Bad news: hacktivists will continue to abuse poorly secured/exposed systems to gain attention and notoriety.



Conclusion – Defense is Doable!

In this case, proactive threat hunting yielded success:

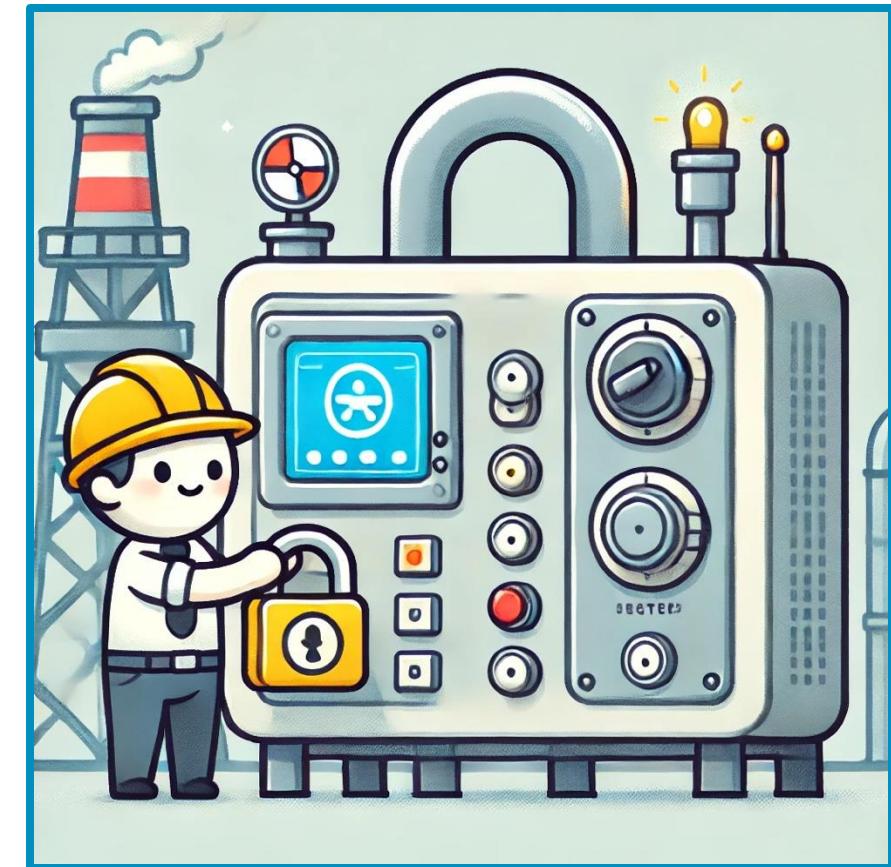
- Identified hacktivist activity and capabilities
- Notified victim
- Informed community

Collaboration with OT-CERT and CISA was key!



Doing the Basics

- Ensure industrial devices are not directly exposed on the Internet, use a VPN!
- Use allow lists and restrict access to remote access services (such as VNC, RDP, etc.)
- Ensure default or weak credentials are changed.
- Deactivate remote access solutions if not being used.



Thank You

Sam Hanson | shanson@dragos.com

X: @_samhanson__ | Bluesky: @sam-hans0n.bsky.social

Website: sam-hanson.space

Q & A

?



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SANS **ICS SECURITY**

Summit & Training 2025

Summit: June 15–17 (**NEW | 3 DAYS!**)

Training: June 18–23

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Orlando, FL

