

# GhostEmperor returns with updated Demodex rootkit

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## Executive Summary

GhostEmperor, a Chinese-nexus threat group targeting primarily South-East Asian telecommunication and government entities updated their Demodex rootkit to evade Endpoint Detection & Response (EDR) detection, impede sandbox analysis, and use reflective loader to run in memory to deploy Demodex.

## Background

GhostEmperor is a Chinese-nexus threat group, first identified by Kaspersky in 2021 and known to target mostly South-East Asian telecommunications and government entities. In 2021, they gained initial access through exploiting vulnerabilities in public-facing servers such as Microsoft Exchange and used ProxyLogon vulnerability to gain access and perform remote code execution.<sup>[2]</sup>

Once initial access was obtained, WMIExec (Impacket, a popular tool used by red teams and threat actors) was used to remotely execute a batch file. The batch file executed built-in Windows tools to extract and import files where one of the extracted files was a Powershell script that creates a malicious service DLL that masquerades a legitimate Windows system process to avoid detection. The service DLL was then used to install Demodex rootkit.

The updated Demodex rootkit uses legitimate Windows tools more extensively to avoid detection, has enhanced EDR evasion capabilities, anti-user-mode hooking to impede analysis, and uses reflective loader (loading DLL in memory) to execute the Core-Implant. The Core-Implant which was used to manage Command and Control (C2) communication and install Demodex rootkit had to bypass the Driver Signature Enforcement (DSE) security feature, which blocks unsigned drivers. To bypass DSE, 'Cheat Engine' – an open-source tool used for video game cheating was used to manipulate memory and execute code in kernel space to install Demodex.

## Detection and Mitigation

IMDA recommends organisations to perform continual testing and validating of existing security controls to ensure detection and prevention against the MITRE ATT&CK techniques identified in this advisory:

- Refer to the MITRE ATT&CK techniques in this advisory:
  - Create, test and validate detection rules against the threat behaviours.
  - Validate and deny/disable processes, ports and protocols that have no business need.
- Validate and add malicious file hashes to blacklist in anti-virus and/or Endpoint Detection & Response (EDR) and eXtended Detection and Response (XDR).
- Implement the principle of least privilege by restricting access to sensitive data and closely monitoring user permissions to make it more challenging for attackers to move laterally.
- Keep all public facing systems updated with the latest security patch.
- Set execution policies to 'AllSigned' to require all Powershell scripts, whether local or remote, to be signed by a trusted publisher to run.
- Deploy data loss prevention (DLP) solution to monitor and block unauthorised data exfiltration.

IMDA encourages organisations to conduct thorough analysis to identify potential risks and assess their potential impact prior to deploying defensive measures.

## Indicators of Compromise

Malware Hashes – SHA1	Remarks
43f1c44fa14f9ce2c0ba9451de2f7d3dd1a208de	prints1m.dll
a59cca28205eeb94c331010060f86ad2f3d41882	service.ps1
bab2ae2788dee2c41065850b2877202e57369f37	dbk64.sys

Domain	Remarks
imap.dateupdata[.]com	C2

IP Address	Remarks
193[.]239[.]86[.]168	C2

## MITRE ATT&CK Tactics and Techniques

Tactic	Technique ID	Technique Name
Initial Access	T1190	Exploit Public-Facing Application
Execution	T1059.001	Command and Scripting Interpreter: Powershell
	T1059.003	Command and Scripting Interpreter: Windows Command Shell
	T1047	Windows Management Instrument
	T1069.002	System Service: Service Execution
Privilege Escalation	T1068	Exploitation for Privilege Escalation
Defense Evasion	T1014	Rootkit
	T1620	Reflective Code Loading
	T1027	Obfuscated Files or Information
	T1140	Deobfuscate/Decode File or Information
	T1036.004	Masquerading: Masquerading Task and Service
	T1112	Modify Registry
Credential Access	T1003	OS Credential Dumping

Discovery	T1049	System Network Connections Discovery
Lateral Movement	T1021	Remote Services
Collection	T1005	Data from Local System
Command and Control	T1071	Application Layer Protocol
Exfiltration	T1041	Exfiltration Over C2 Channel

## References

1. ^ [“The Return of GhostEmperor’s Demodex”](#) .
2. ^ [“GhostEmperor: From ProxyLogon to kernel mode”](#) .