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## **SIDE LOADING IS NOT DEAD: THE CHINESE AND THE KOREAN WAY**

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## ABSTRACT

DLL side loading is an old technique, it used to be the favourite of Chinese APT groups and the most prolific payload was the infamous PlugX backdoor. Both are well covered by a lot of publications all over the industry. But just because it is an old technique, doesn't mean it is also abandoned.

One thing you learn if you stick around for long enough in this industry is that perpetrators don't just give up on techniques that work. And even if they do, the same tools and techniques tend to be resurrected a few years later. DLL side loading and the PlugX payload are very much alive and active these days.

This paper will cover incidents that used DLL side loading in 2022 and 2023.

## PLUGX – THE CLASSIC METHOD

We observed localized outbreaks of a new variant of PlugX – a popular payload used by multiple Chinese APT groups. After first drawing attention to itself in Papua New Guinea in August 2022, additional infections appeared in Ghana, Mongolia, Zimbabwe and Nigeria.



Figure 1: Distribution of infections of the new PlugX variant.

The new variant featured a couple of interesting developments not seen in the classic infection campaigns: it was able to spread via USB drives as a worm, and it automatically exfiltrated document files from the infected system.

PlugX used the following components in the side loading:

- Clean loader: *AvastSvc.exe*, *CEFHelper.exe* (renamed)
- Malicious loader: *wcs.dll*
- Encrypted payload: *avastauth.dat*

This particular version also showcased a couple of tricks to hide its malicious content from the casual observer. First, the infected removable media appears to be empty in *Windows Explorer* – as if the drive only contains another removable drive.

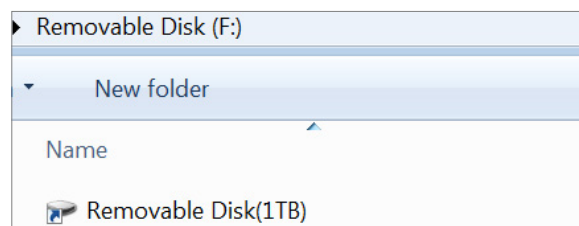


Figure 2: Seemingly empty thumb drive.

In reality, the displayed item is not actually a drive but a *Windows* shortcut file using an icon resembling the one used for removable media. Should the victim click on this file, it executes the CEFHelper command:

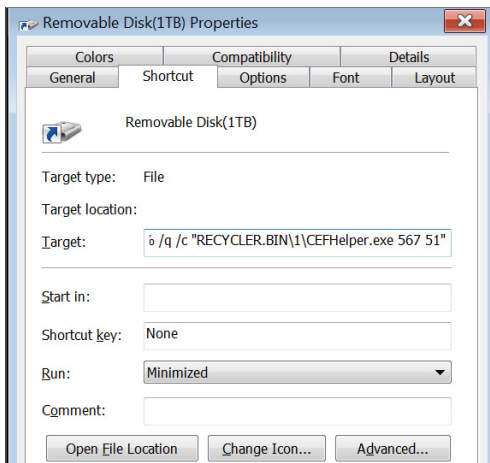


Figure 3: The shortcut command.

The other files and directories have the hidden and system attributes set so that they will not be visible by default in the file listing. After specifically enabling the display of hidden and system files, we can see the rest of the content:

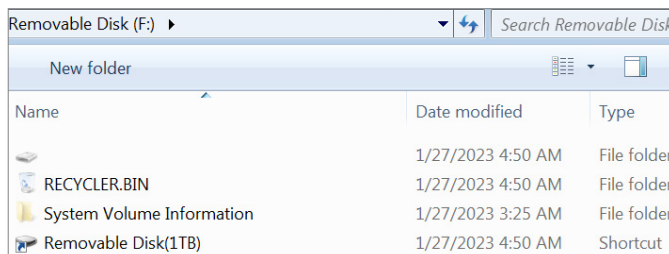


Figure 4: The real content of the thumb drive.

The files copied by the backdoor are in the RECYCLER.BIN directory – for which the worm, in another obfuscation manoeuvre, drops a desktop.ini file that associates the directory with the actual Recycler function of the operating system. This causes Windows to treat the directory as if it really is a recycle bin, and files deleted by the user will be displayed there instead of the files physically in the directory.

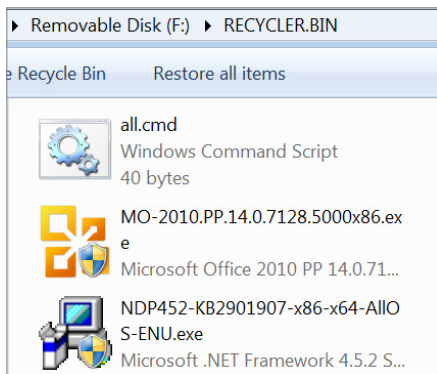


Figure 5: The files that are not there.

Sticking to the Windows command prompt reveals the real content of the RECYCLER.BIN directory:

```
F:\RECYCLER.BIN>dir /a:hd
Volume in drive F has no label.
Volume Serial Number is 620F-C2DC

Directory of F:\RECYCLER.BIN

01/27/2023  04:50 AM    <DIR>          .
01/27/2023  04:50 AM    <DIR>          ..
01/27/2023  04:50 AM    <DIR>          1
01/27/2023  04:50 AM    <DIR>          A032BA3A3A03D5E1
               0 File(s)              0 bytes
```

Figure 6: The real content of RECYCLER.BIN.

The directory named ‘1’ contains the DLL side-loading components:

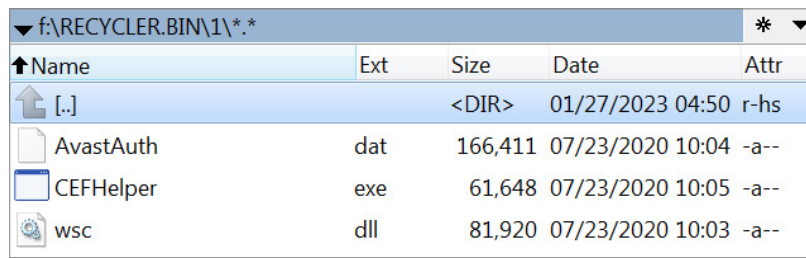


Figure 7: The side-loading components.

The other directory, which has a random name, contains the victim’s exfiltrated files.

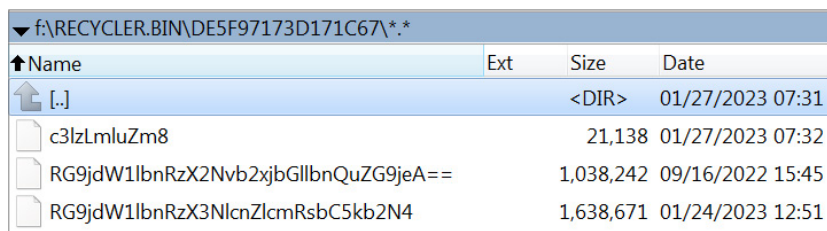


Figure 8: The exfiltrated documents.

This is another recent feature of PlugX: it collects .doc, .docx, .xls, .xlsx, .ppt, .pptx and .pdf files, likely for exfiltration. It saves them in encrypted form to RECYCLER.BIN, as shown above. The file names, including the path indicator, are converted to Base64 form. For example, in Figure 8, the two file names decode to:

Documents\_coolclient.docx  
 Documents\_serverdll.docx

The content of each file is also encrypted:

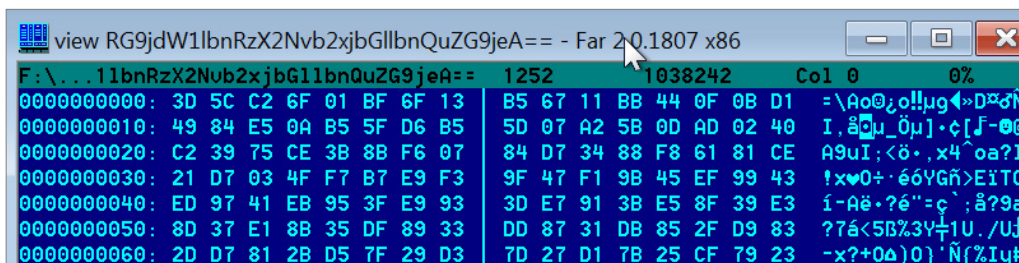


Figure 9: Document content is encrypted.

The C2 and exfiltration server is already down, but the USB worm functionality acts as a loose cannon and can initiate local outbreaks – just as we have seen in a few countries. The infected thumb drives can carry the exfiltrated documents to unwanted locations. And although the content is encrypted, sometimes even the file names can contain sensitive information.

### DRAGON BREATH – TWO-STAGED LOADING

We have observed infections that were follow-ups to Operation Dragon Breath, a.k.a. APT-Q-27 (described in Chinese in [1], [2]), with some modifications. The original campaigns targeted people engaged in online gambling, and initial infection vectors were distributed via trojanized installers for popular applications like Telegram. The attackers behind these campaigns are believed to be Chinese groups.

We have seen victims in the Philippines, Japan, Taiwan, Singapore, Hong Kong and China.

Unlike the PlugX case, where only a skeleton side-loading set is installed on the infected system, here a fully functional application package is deployed – along with the malicious components. The original attacks used a classic side-loading scenario, with a clean application, a malicious loader and an encrypted payload. The new campaigns added a twist, using a two-staged approach. The first-stage clean application loads another clean application and a second-stage loader, and the latter side loads the malicious DLL, which executes the final payload.



Figure 10: Distribution of infections of the new Dragon Breath variant.

The malicious installer is distributed using search engine poisoning. For example, searching for ‘Telegram 下载’ (which translates to ‘Telegram download’) gave the following results:

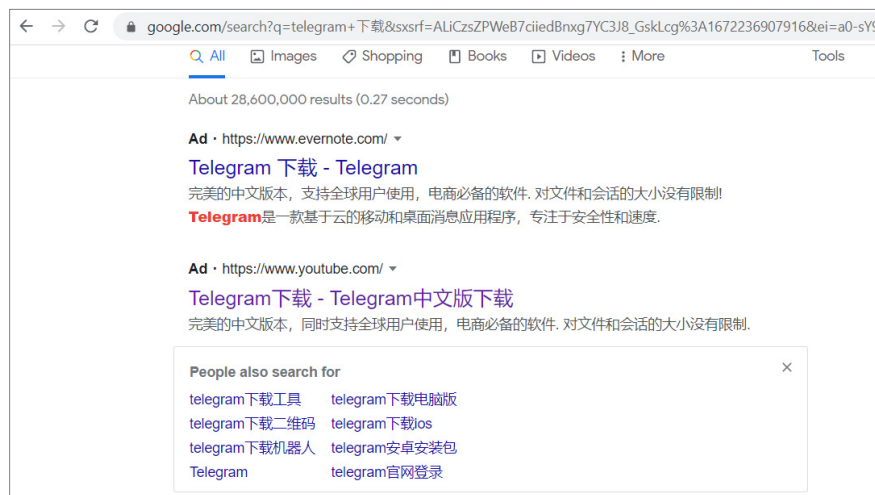


Figure 11: Web search leads to tainted content.

The second link led to a YouTube page offering download for the requested application installer:

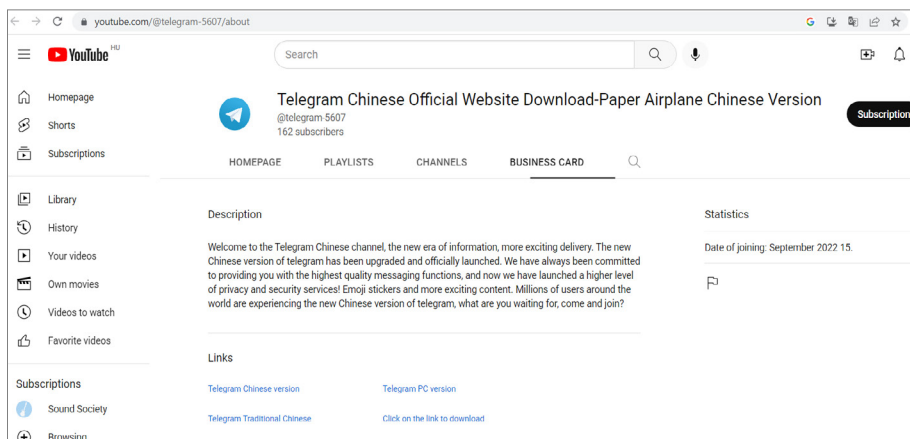


Figure 12: Malicious YouTube accounts promote fake sites.

The site to which the *YouTube* links redirected holds *Telegram* installer versions for all popular platforms:

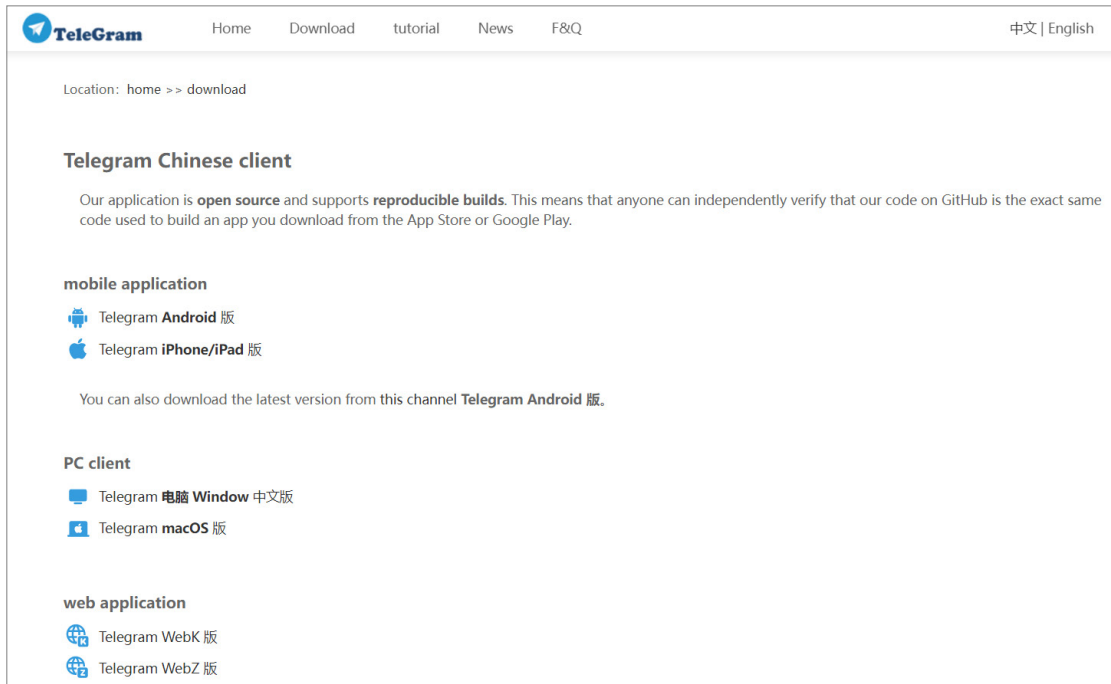


Figure 13: Content for all platforms presented.

Of those, the *Android* and *Apple* links point to the legitimate locations of the installers. The *Windows* version, however, leads to content provided by the attackers.

Once the installer is executed, at the front the legitimate installer is displayed, which will install a full version of the *Telegram* application as well as a shortcut on the desktop. At this point, a fully working installation of *Telegram* is created on the victim's system.

However, some additional, unsolicited components are dropped during installation. First, the shortcut does not execute the *Telegram* program directly – instead, it invokes an unusual command line:

```
C:\Users\{redacted}\AppData\Roaming\Tg_B518c1A0Ff8C\appR.exe /s /n /u /i:appR.dat appR.dll
```

This command line refers to the following files:

- appR.exe: renamed regsvr32.exe
- appR.dll: renamed scrobj.dll
- appR.dat: installer script

The renamed script engine DLL will execute the JavaScript code stored in appR.dat. On the surface it displays the *Telegram Desktop* UI, as expected:

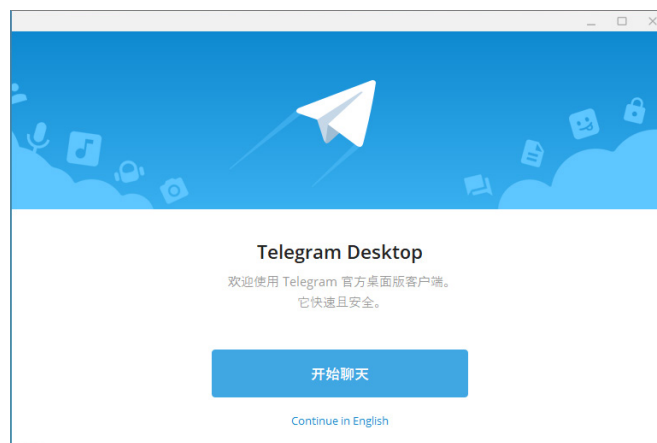


Figure 14: Telegram runs to cover malicious activities.

But behind the scenes it drops the side-loading components to another directory:

Name	Date modified	Type	Size
Application	05/07/2022 20:17	Application	567 KB
BASICNETUTILS.dll	30/09/2022 13:57	Application exten...	861 KB
libexpat.dll	05/07/2022 20:18	Application exten...	380 KB
templateX	22/09/2022 01:02	Text Document	92 KB
XLGameUpdate	06/09/2022 22:55	Application	423 KB

Figure 15: Side-loading components created.

The side-loading components and the startup link are only created when the desktop *Telegram* link is executed, not on the completion of the initial installer. This could be an anti-analysis trick – dynamic analysis sandboxes will not see the dropped side-loader files.

The side loading is not the usual, there are two stages: the first stage is executing a clean application, whilst the second stage does the usual side loading, as illustrated in Figure 16:

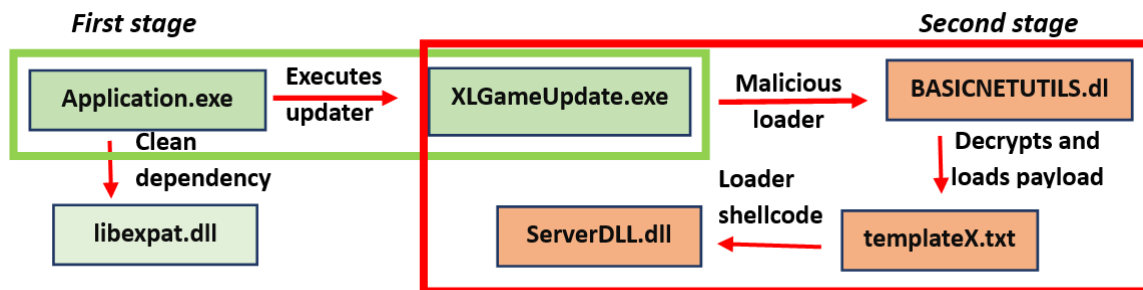


Figure 16: The side loading scheme.

The first-stage components are:

- Clean loader: XLGame.exe (迅雷游戏 by Shenzhen Thunder)
- Clean dependency: libexpat.dll
- Autoupdate EXE: XLGameUpdate.exe

The first-stage loader is the program XLGame.exe, signed by SHENZHEN THUNDER NETWORKING TECHNOLOGIES LTD and renamed to Application.exe. This has a clean dependency, libexpat.dll, which is part of the package.

XLGame will automatically perform an update if it finds a program named XLGameUpdate.exe in the same directory. The installation process makes use of it, as the malicious package contains an executable with this name.

However, this is not the original XLGameUpdate.exe, rather it is replaced by a clean EXE signed by Beijing Baidu Netcom Science and Technology Co., Ltd.

This second-stage loader is used for the usual side-loading scenario, its dependency, BASICNETUTILS.dll, is replaced with a malicious loader DLL.

The malicious loader will find templateX.txt in the same directory, load the content, decrypt the payload loader shellcode and execute it. Later versions used the file name 'template.txt'.

The payload DLL contains one export:

```

dllname: ServerDll.dll
Ordinal: 1
file offset: 0x14780
RVA: 0x15380
export name: Fuck
  
```

Apart from the usual backdoor functionality, the payload also steals content from the *MetaMask Ethereum* wallet:

```

C:\Users\%s\AppData\Local\Google\Chrome\User Data\Default\Extensions\
nkbihfbeogaeaoehlefnkodbefgpgknn\
  
```

This application was reported in the earlier campaigns to steal the content of the wallet.

Operation Dragon Breath was not the only campaign that used search engine poisoning combined with trojanized installers of popular applications and featuring DLL side loading to execute the final payload. We have observed multiple other campaigns, seemingly by different threat actors. It seems that this scenario is gaining popularity among threat actors.

**NITROGEN – EXPORT FORWARDING**

Sophos X-Ops has observed the Nitrogen campaign targeting several organizations in the technology and non-profit sectors across multiple geographic regions. We think that the threat actors mean to stage compromised environments for ransomware deployment. This assessment is corroborated by recent research by Trend Micro [3], in which researchers observed a similar infection chain that led to a BlackCat (aka ALPHV) [4] ransomware infection.

While investigating this campaign, we uncovered a new initial access malware family called Nitrogen. The name derives from the components and debug information we found in the samples, which indicate that the developers refer to this project as Nitrogen or Nitronet.

The main components use the following class names:

- NitrogenStager
- MsfPythonStager
- NitronetNativeStager
- NitroInstaller

The following diagram illustrates our current understanding of the stages of the infection process.

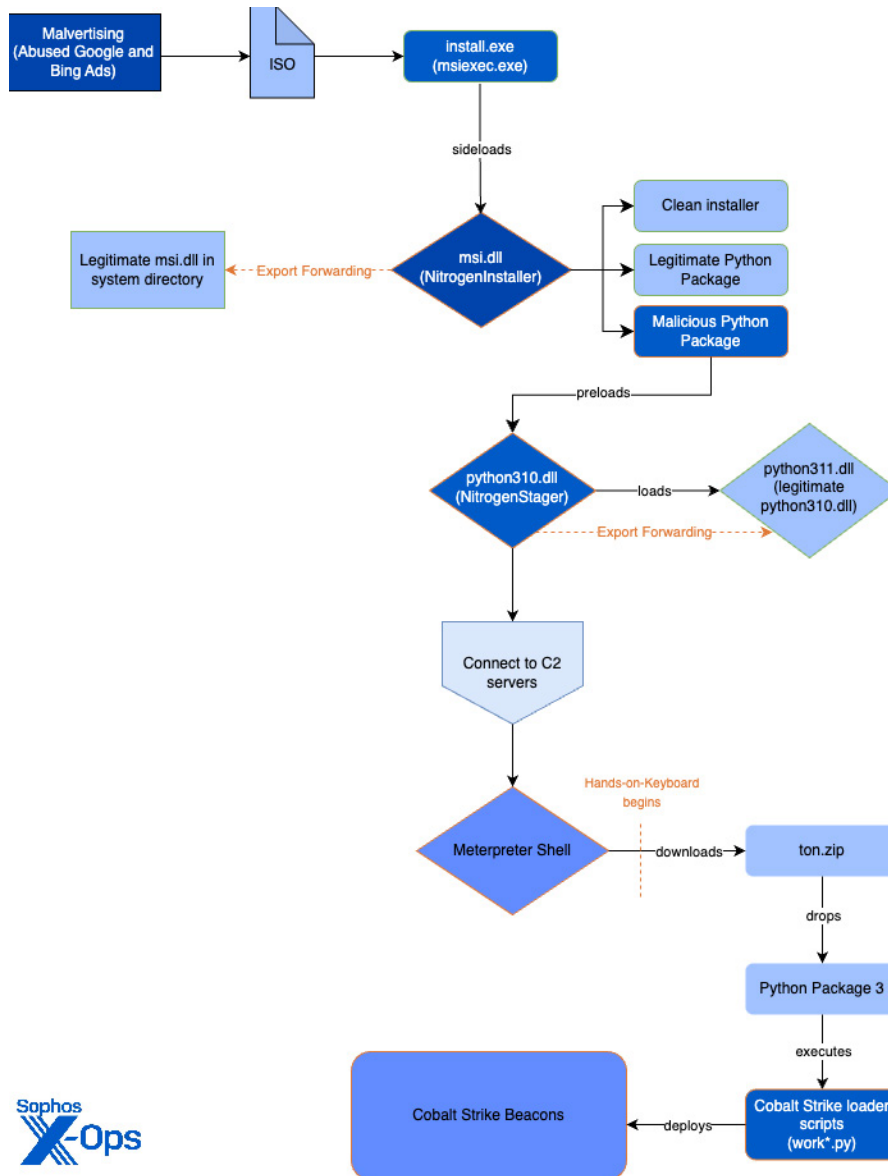


Figure 17: Nitrogen infection process.



The observed infection chain starts with malvertising via *Google* and *Bing Ads* to lure users to compromised *WordPress* sites and phishing pages impersonating popular software distribution sites, where they are tricked into downloading trojanized ISO installers.

When downloaded, the installers side load the malicious NitrogenInstaller DLL containing a legitimate software application bundled with a malicious Python execution environment. The Python package uses Dynamic Link Library (DLL) preloading to execute the malicious NitrogenStager file, which connects to the threat actor's command-and-control (C2) servers to drop both a Meterpreter shell and Cobalt Strike Beacons onto the targeted system. Throughout the infection chain, the threat actors use uncommon export forwarding and DLL preloading techniques to mask their malicious activity and hinder analysis.

As reported by @malwareinfosec [5], when a user searches *Google* for WinSCP, a *Google Ad* will pop up, referencing 'Secure File Transfer – For Windows' on the site `softwareinteractivo[.]com`, which is a phishing page that impersonates a guidance blog for system administrators.

When the advertisement on `softwareinteractivo[.]com` is clicked, it redirects the user to a fake download page for *WinSCP 6.1* (`winscp[.]com`), which drops a malicious ISO file on the user's computer.

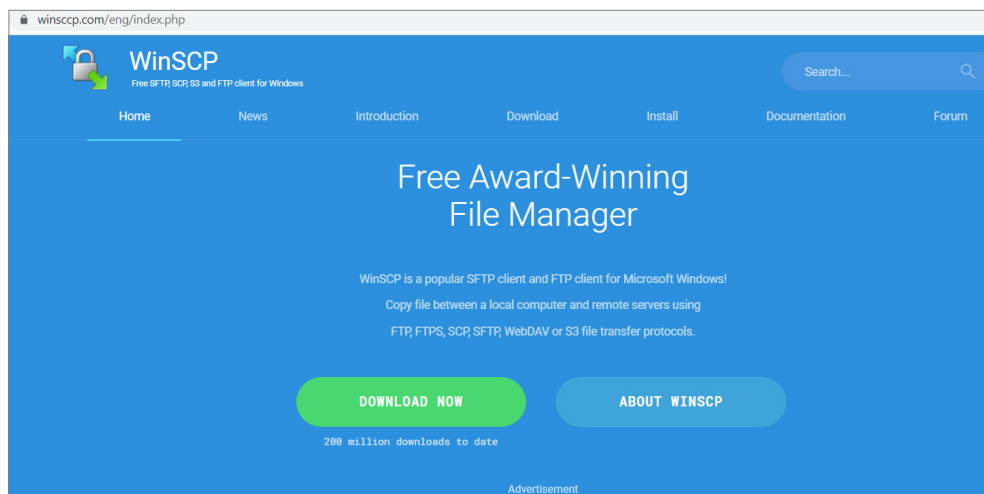


Figure 18: `Winscp[.]com` is a malicious website mimicking the real WinSCP download page (`winscp.net`).

The downloaded trojanized installers are ISO disk images. These files then mount in *Windows Explorer* and can be mapped to a drive, where the content will be available.

One of the files inside the ISO image is the `msiexec.exe` *Windows* tool, renamed to `install.exe` or `setup.exe`. When executed, the renamed `msiexec.exe` side loads the malicious `msi.dll` (NitrogenInstaller) file stored in the same image.

Name	Date modified	Type	Size
install	14/01/2023 18:31	Application	102 KB
msi.dll	26/05/2023 15:08	Application exten...	30,331 KB

Figure 19: Content of the trojanized installer image.

In this Nitrogen campaign, the threat actors use a tactic that is less commonly seen in side-loading attempts: using DLL proxying by forwarding exported functions (except for the main function `MsiLoadStringW`, which contains the malicious code) to the legitimate `msi.dll`, which resides in the system directory. Though DLL proxying is not a particularly novel technique, it typically occurs in DLL hijacking game hacks rather than in DLL side loading or preloading.

Function Name	Address	Relative Address	Ordinal	Filename	Full Path	Type
MsiLoadStringW	0x00000001800124e0	0x000124e0	197 (0xc5)	msi.dll	C:\temp\msi.dll	Exported Function
QueryInstanceCount	mapp.QueryInstanceCount	0x0003bb7f	295 (0x127)	msi.dll	C:\temp\msi.dll	Exported Function
MsiViewModify	mapp.MsiViewModify	0x0003bb59	163 (0xa3)	msi.dll	C:\temp\msi.dll	Exported Function
MsiViewGetErrorW	mapp.MsiViewGetErrorW	0x0003bb35	162 (0xa2)	msi.dll	C:\temp\msi.dll	Exported Function
MsiViewGetErrorA	mapp.MsiViewGetErrorA	0x0003bb0e	161 (0xa1)	msi.dll	C:\temp\msi.dll	Exported Function
MsiViewGetColumnInfo	mapp.MsiViewGetColumnInfo	0x0003bae3	166 (0xa6)	msi.dll	C:\temp\msi.dll	Exported Function
MsiViewFetch	mapp.MsiViewFetch	0x0003babc	160 (0xa0)	msi.dll	C:\temp\msi.dll	Exported Function

Figure 20: Exported functions of `msi.dll`.

The side-loaded `msi.dll` file – which the threat actors call `NitrogenInstaller` – proceeds to drop a clean installer for the legitimate decoy application (e.g. `Inno` installer for `WinSCP`) alongside two Python packages, both of which are about 8-10MB in size: a legitimate Python archive and a trojanized Python package containing the malicious `python310.dll` file (`NitrogenStager`).

Some of the `NitrogenInstaller` samples contained debug information, such as PDB paths, which gives an insight into the project structure:

```
Y:\nitronet\nitrogen\x64\Release - msi.dll\Nitrogen.pdb
Y:\x64\Release - msi.dll\Nitrogen.pdb
```

The two Python packages serve different roles, one of them is a legitimate package, the other is trojanized:

Python package	Directory	Purpose
BeaconPack Python package (legitimate)	The Videos directory within the Public folder	This package has the main component in <code>\bof\__pycache__\__init__.cpython-310.pyc</code> . It is based on the <code>COFFLoader</code> package [6] and uses this component to load Beacon Object Files. The main class of <code>COFFLoader</code> is called <code>BeaconPack</code> .
NitrogenStager Python package	My Music and Music directories within the Public and All Users folders	This package contains the trojanized <code>python310.dll</code> and is used to connect to the C2 servers and run the Meterpreter shell.

The `NitrogenStager` Python package is unviable; it cannot execute Python scripts.

However, for the threat actors to be able to conduct the later stages of the attack, such as the installation of `Cobalt Strike` Beacons, they need a working Python environment. This explains why the threat actors dropped the legitimate `BeaconPack` Python package: to execute Python code needed later in the infection chain.

To load the `NitrogenStager` DLL in the malicious Python package, the threat actors renamed the legitimate DLL (`python310.dll`) to `python311.dll` (which is stored in the same directory) and copied their own specially crafted malicious stager (`NitrogenStager`) into the directory under the name `python310.dll`.

The `NitrogenStager` Python package is unable to execute Python scripts, as its main function is replaced with malicious connect-back code and all other exports in the package are forwarded to the original legitimate Python DLL (`python311.dll`):

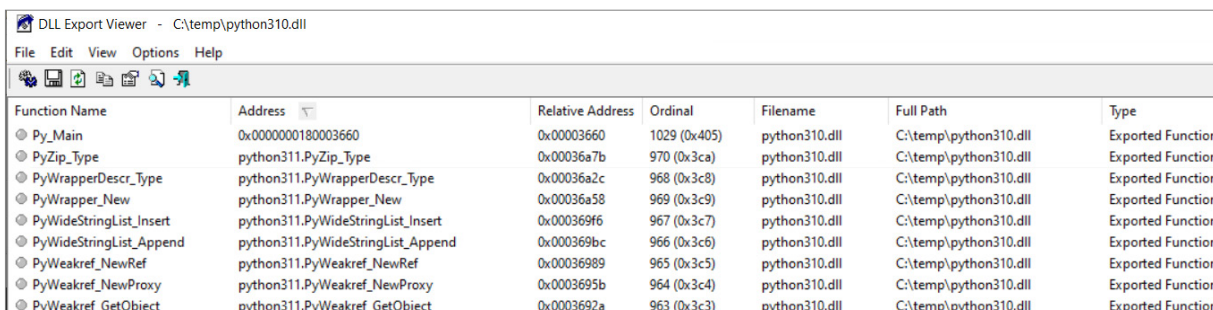


Figure 21: `Python310.dll` refers to the export in `python311.dll` as `python311.{exportname}`.

This tactic is similar to the export forwarding technique used earlier when side loading `msi.dll`; however, in this case, the original clean DLL was part of the package as a renamed DLL instead of already residing on the system.

The malicious connect-back code in the `Py_Main` function runs automatically upon execution. `Sophos` detected `NitrogenStager` connecting to C2 servers using four different protocols (TCP, TCP over SSL, HTTP and HTTPS). The package contains a separate script for each protocol used, each of which has the functionality to connect to the C2 server, decode responses, and execute them. The stagers for the protocols are based on public domain tools likely generated by `msfvenom` [7], the payload-generating component of the `Metasploit` Framework.

Like the `NitrogenInstaller` sample, some of the `NitrogenStager` samples also contain debug information, including PDB paths:

```
Z:\projects\nitrogen_vs\x64\Release - python310emb\Nitrogen.pdb
Y:\x64\Release - python310emb\Nitrogen.pdb
Y:\nitronet\nitrogen\x64\Release - msi.dll\Nitrogen.pdb
```

We have not observed the endgame of these infections. But external reports draw connection between `Nitrogen` infections and ransomware deployment, so our current assumption is that these campaigns are run by either a ransomware group or an initial access broker.

### 3CXDESKTOP – ADDITIONS TO OPEN-SOURCE COMPONENT

Sophos MDR first identified malicious activity directed at its own customers and stemming from 3CXDesktopApp on 29 March 2023. This is not a DLL side-loading scenario, but it deserves an honorary mention.

The attack uses a remarkable number of components. This is likely to ensure that customers were able to use the 3CX desktop package without noticing anything unusual about the affected package. We have identified three crucial components:

- 3CXDesktopApp.exe, the clean loader
- ffmpeg.dll, a trojanized loader
- d3dcompiler\_47.dll, a DLL with an appended encrypted payload

Figure 22 presents a high-level look at the attack flow as it works in Windows; there are some minor variations in the later steps with the MacOS version.

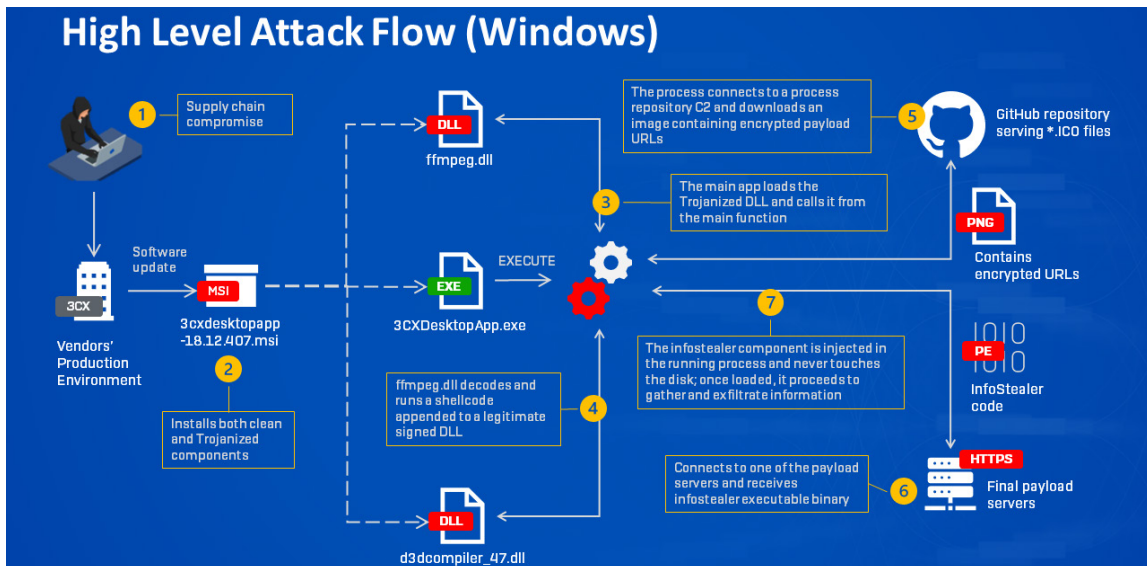


Figure 22: A high-level view of the attack flow.

In a normal DLL side-loading scenario, the malicious loader (ffmpeg.dll) would replace the clean dependency; its only function would be to queue up the payload. However, in this case, that loader is also entirely functional, as it normally would be in the 3CX product – instead, there’s an additional payload inserted at the DllMain function. Appending malicious code in this fashion adds bulk, but may have lowered suspicions – the abused 3CX application functioned as expected, even as the trojan addresses reached out to the C2 beacon.

As part of our analysis, we also did a comparison of the ffmpeg.dll in 3CX with the same file in other Electron apps. Our analysis has shown only the 3CX ffmpeg.dll contains the malicious code. We conclude from this that this compromise does not affect other Electron apps, only the 3CX ffmpeg.dll.

### 3CX Supply Chain Attack

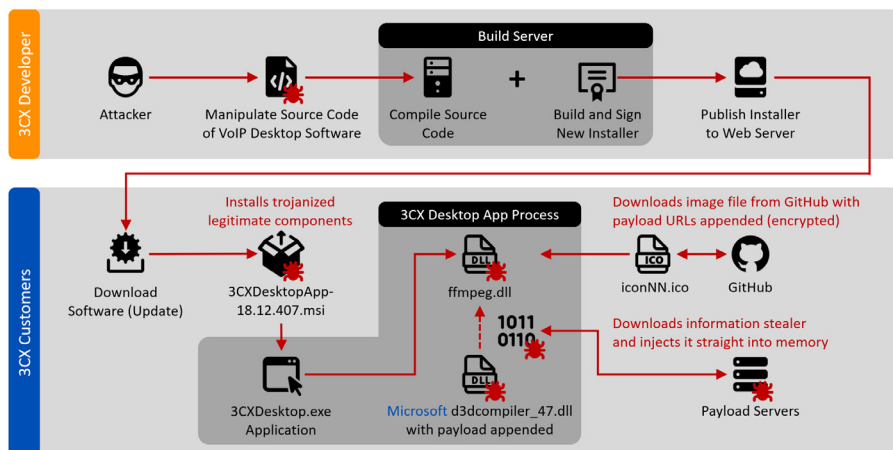


Figure 23: What the affected 3CX developers and customers experienced.

Allowing the abused software to remain functional is not dissimilar to other DLL side-loading cases we've seen, but this campaign is slightly different even from the current rash of DLL side-loading cases. In particular, we've noted that the PE shellcode loader in use is unique in our experience. Previous to this, we've only seen it in incidents attributed to the Lazarus group; the code in this incident is a byte-to-byte match to those previous samples.

## Conclusions

- Side loading is still alive.
- It may be old, but it still works fine.
- Localized attacks aim to stay under the radar of the security community.

## REFERENCES

- [1] Operation Dragon Breath – APT-Q-27. <https://www.ctfiot.com/40522.html> (in Chinese).
- [2] Operation Dragon Breath – APT-Q-27. <https://zhuanlan.zhihu.com/p/515150114> (in Chinese).
- [3] Silva, L.; Caragay, R.J.; Dela Cruz, A.; Cardoso, G. Malvertising Used as Entry Vector for BlackCat, Actors Also Leverage SpyBoy Terminator. Trend Micro. 30 June 2023. [https://www.trendmicro.com/en\\_us/research/23/f/malvertising-used-as-entry-vector-for-blackcat-actors-also-lever.html](https://www.trendmicro.com/en_us/research/23/f/malvertising-used-as-entry-vector-for-blackcat-actors-also-lever.html).
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- [5] <https://infosec.exchange/@malwareinfosec/110539178322032927>.
- [6] COFFLoader. <https://github.com/trustedsec/COFFLoader>.
- [7] Msfvenom. <https://docs.metasploit.com/docs/using-metasploit/basics/how-to-use-msfvenom.html>.