

# Understanding Internals of SmokeLoader

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Published: 2024-01-06 · Archived: 2026-04-06 00:29:16 UTC

In this blog we will be discussing about Understanding Internals of SmokeLoader using Ghidra

For readers who want to Follow along can get the sample from [MalwareBazaar](#) .The sample was first Seen on September 5th 2023 14:12:29 UTC . The sample is 32bit Exe File You can use the tool of your Choice i will be using Ghidra in this blog. The Sample Consists of 3 Stages. In the next sections we will look at each Stages in Detail

The Primary Job of Stage 1 is to Write a new Image to Memory which is the Second Stage

## Shellcode Allocation and Calling

The Stage 1 Allocates a Executable Memory in Virtual address space using VirtualAlloc. Writes Shellcode to this address space whose job is to Load the new Image in to Memory

```

00403c2e  MOV     EBP,ESP
00403c30  PUSH   ECX
00403c31  AND    dword ptr [EBP + local_8],0x0
00403c35  ADD    dword ptr [EBP + local_8],0x625c
00403c3c  MOV    EAX,dword ptr [EBP + local_8]
00403c3f  ADD    dword ptr [shellcode],EAX
00403c45  LEAVE
00403c46  RET

*****
*          FUNCTION
*          *****
undefined alloc_shellcode()
    assume FS_OFFSET = 0xffff000
    Al:1: <RETURN>
CAPA_ANALYZER: Scope - FUNCTION: read file on Windows
CAPA_ANALYZER: Scope - FUNCTION: execute shellcode via indire...
    alloc_shellcode
    XREF[1]:  main:0040400f(c)
00403c47  MOV    EAX,LAB_00425d5c
00403c4c  CALL   FUN_00425b78
00403c51  SUB    ESP,0xd18
00403c57  PUSH  EBX
00403c58  PUSH  ESI
00403c59  XOR   ESI,ESI
00403c5b  CMP   dword ptr [size36bd],0x1c9
00403c65  PUSH  EDI
00403c66  JNZ   LAB_00403d87
00403c6c  PUSH  ESI
00403c6d  PUSH  ESI
00403c6e  PUSH  ESI
00403c6f  PUSH  ESI
00403c70  PUSH  ESI
00403c71  CALL  dword ptr [->KERNEL32.DLL:FoldStringA]
00403c77  PUSH  ESI
00403c78  PUSH  ESI
00403c79  PUSH  s_ximirohisaxikavibavesuc_00402f7c
37      *(undefined *) (unaff_EBP + -4) = 1;
38      *(undefined4 *) (unaff_EBP + -0x14) = 0;
39      FUN_00404323(unaff_EBP + -0x14);
40      *(undefined4 *) (unaff_EBP + -0x14) = 0;
41      FUN_00404323(unaff_EBP + -0x14);
42      FUN_00404376(unaff_EBP + -0xfc);
43      FUN_004043b3();
44      FUN_00404313();
45      *(undefined4 *) (unaff_EBP + -4) = 0xffffffff;
46      FUN_004040e0();
47
48      /* CAPA_ANALYZER: Scope - FUNCTION: execute shellcode via indirect call
49      CAPA_ANALYZER: Scope - BASIC BLOCK: allocate RWX memory
50      CAPA_ANALYZER: Scope - BASIC BLOCK: allocate RWX memory */
51      size36bd = size36bd + 0x1134b;
52      _DAT_023fa364 = GetModuleHandleA("kernel32.dll");
53      /* CAPA_ANALYZER: Scope - BASIC BLOCK: allocate RWX memory */
54      shellcode = VirtualAlloc((LPVOID)0x0,size36bd,0x1000,0x40);
55      uVar3 = 0;
56      if (size36bd != 0) {
57      do {
58          bVar5 = size36bd == 0xa8;
59          *(undefined *) ((int)shellcode + uVar3) = *(undefined *) (address_03ffe25 + 0x1134b + uVar3);
60          if (bVar5) {
61              AreFileApisANSI();
62          }
63          uVar3 = uVar3 + 1;
64      } while (uVar3 < size36bd);
65      }
66      iVar1 = 0;
67      do {
68          if (size36bd + iVar1 == 0xe) {
69              GetShortPathNameA("eveyouwet", (LPSTR)(unaff_EBP + -0x524),0);
70              CharUpperBuffA((LPSTR)(unaff_EBP + -0x924),0);
71              InterlockedDecrement((LONG *) (unaff_EBP + -0x18));
72          }
73          *(undefined4 *) (unaff_EBP + -0x70) = 0;
74          *(undefined4 *) (unaff_EBP + -0x6c) = 0;

```

It Calls the Shellcode from Address **40404a** If you want to Dump this Shellcode and Understand What it is doing you Can put a Breakpoint on this Location . Stepin to this Call and dump this portion or Follow it in Debugger to

## Understand What it's doing



The Shellcode first Dynamically Resolves API Call. It uses StackStrings and GetProcAddress to do this



Using the Dynamically Resolved API Calls it Loads the New Image to Memory by Parsing PE Headers. If you

have a good Understanding of PE File Formats and it's offsets the below image will make Sense to you



Some PE File Format offsets i want you take a note is 0x3c and 0x78 . Offset 0x3c is aslo called as e\_lfanew it is the File address of new exe header .e\_lfanew\* + 0x78 gives us the ExportDirectory Virtual Address

After this Shellcode is Completely executed the New Image will be Loaded in the Memory. You can dump the Second stage from memory Now

Stage 2 is Very Obfuscated Stage with Multiple Anti-Analysis Techniques to Frustrate the Malware Analyst working on it. It Includes Anti-Vm Checks, Encrypted Function code only Decrypted prior to it's execution, API Hashing etc... The Final Goal of this Stage is to Inject the Third Stage to explorer.exe

This Stage Contains Weird Conditional Jumps as Show in the below image . They are JNZ and JZ jumps with same Destination Address. This is Infact an Unconditional Jump. The Malware is using this technique make it hard for the Disassembler and Decompiler



We can Fix this Easily by finding all the Places with this weird Conditional Jumps and patching it with unconditional Jump.

```
1 def handleDoubleConditionalJumps():
2     address_array = findBytes(currentProgram.getMinAddress(), b'\x75.\x74.', 1000)
3     address_array += findBytes(currentProgram.getMinAddress(), b'\x74.\x75.', 1000)
4     for addr in address_array:
5         jmp_bytes = getBytes(addr, 4)
6         if jmp_bytes[1] - jmp_bytes[3] == 2:
7             clearListing(addr)
8             dis.disassemble(addr, None)
9             patch_instruction = bytearray()
10            patch_instruction.append(0xeb)
11            patch_instruction.append(jmp_bytes[1])
12            patch_instruction.append(0x90)
13            patch_instruction.append(0x90)
14            patch_instruction2 = bytes(patch_instruction)
15            clearListing(addr)
```

```
16         clearListing(addr.add(2))
17         clearListing(addr.add(3))
18         block = mem.getBlock(addr)
19         block.putBytes(addr,patch_instruction2 )
20         dis.disassemble(addr, None)
21         jmp_instr = getInstructionAt(addr)
22         new_jump = jmp_instr.getDefaultFlows()[0]
23         new_jump2 = new_jump
24         for i in range(50):
25             clearListing(new_jump2)
26             new_jump2 = new_jump2.add(1)
27             if new_jump2.getAddress == currentProgram.getMaxAddress():
28                 break
```

The Above Python Code does this using Ghidra API After we run this Script all the Weird Conditonal Jumps will be patched to Unconditional jumps and Disasseblers and Decompilera will give us a Better Output. The Below images Shows us the Sample after Execution of th Script



This stage's Control Flow is Obfuscated with the use of Anti-Debugging Checks

In the Below Image malware uses PEB's BeingDebugged Field (Offset 0x2) to Check if Process is Being Debugged. If it's not being Debugged the Offset will contain 0, which is used to Calculate the address where the Control flow is Transferred. If the process is being Debugged the Offset will Contain 1 and will lead to Exception



An other Anti-Deugging Technique it uses is the NtGlobalFlag Field( offset 0x68) in the PEB to Check if it's Being Debugged. If it's not being Debugged the Offset will contain 0, which is used to Calculate the address where the Control flow is Transferred. If the process is being Debugged the Offset will Contain 0x70 and will lead to Exception



One of the most distinctive feature about SmokeLoader is that most of the Function code are in the Encrypted form. They will only be Decrypted just before execution of that code. And will be re-encrypted after that code has been executed



The above image show an Example how the Code look like before Encryption



The `decrypt_function` in the above image is the function which decrypts the Code. It is a normal XOR Decryption. The Function takes three parameters.

1. Size of the code to be decrypted
2. XOR Key used
3. RVA of the Starting of the Code that need to be decrypted. You can use the below function to Decrypt one function at a time

1  
2  
3  
4  
5  
6  
7  
8

```
def decryptShellcode(size, xor_key, rva):  
    va = rva + 0x400000  
    va = hex(va)[2:]  
    addr = toAddr(va)  
    addr2 = addr  
    enc = get_bytes(toAddr(va), size)  
    for i in range(size):  
        clearListing(addr2)
```

```
9         addr2 = addr2.add(1)
10     size2 = size
11     for i in range(0,size):
12         enc[i] = enc[i]^xor_key
13
14
15     for i in enc:
16         i = i & 0xFF
17         setByte(addr, i)
18     addr = addr.add(1)
```

The Below Image Shows the same code after Decryption. The last call to 40131a is wrapper for decryption\_function, which will cause the code to be re-encrypted



The Hashing Algorithm used in 2nd Stage is DJB2 hasing Algorithm. In the below image you can see the decompiled code for this. If you are having trouble Understanding this Code i would ask you to read [this blog](#) . It Explains in Detail about API Resolving



You can use the below python function to find the values of hashes of the API's you need.

1  
2  
3  
4  
5  
6  
7

```
def api_hashing():  
    api_list = []  
    hasher = 0x1505  
    hash2 = 0  
    for a in api_list:  
        hasher = 0x1505  
        hash2 = 0
```

```
8         for i in a:
9             i = ord(i)
10            hash2 = hasher
11            hasher = hasher << 5
12            hasher = hasher & 0xFFFFFFFF
13            hasher = hasher + hash2
14            hasher = hasher & 0xFFFFFFFF
15            hasher = hasher + i
16            hasher = hasher & 0xFFFFFFFF
17
18            hash2 = hasher
19            hasher = hasher << 5
20            hasher = hasher & 0xFFFFFFFF
21            hasher = hasher + hash2
22            hasher = hasher & 0xFFFFFFFF
23
24
25            hasher2 = hex(hasher)[2:-1]
26            if len(hasher2) != 8:
27                hasher2 = "0"+hasher2
28
29
30            print("API Name : "+a+" Address : "+address)
31
```

Next the malware checks the keyboard layout of the device. If it's Russian(0x419) or Ukranian(0x422) the malware won't do any malicious activities. If this is not the case it continues doing it's Business



The Malware Check if it's running with Higher Privileges using this API Call's `OpenProcessToken -> GetTokenInformation(TokenIntegrityLabel) -> GetSidSubAuthority` It is Checking if the Integrity level is above `0x2000 (SECURITY_MANDATORY_MEDIUM_RID)` If the values greater than `0x2000`, it is high integrity. If the user is local admin, but a process was executed normally, you have the medium integrity Level. If the user clicks run as administrator you would have `0x3000`.

```

recompile: possiblomain - (new_mod.bin)
    unaff_ESI = unaff_ESI + 1;
}
iVar13 = -(param_2 ^ 0xfb4f8741);
*(undefined4 *) ((int)apWStack_8 + iVar13 + 4) = (undefined4 *) (unaff_EBP + -0x450);
*(undefined4 *) ((int)apWStack_8 + iVar13) = TOKEN_QUERY;
*(undefined4 *) ((int)pHStack_c + iVar13) = 0xffffffff;
OpenProcessToken = api_struct->OpenProcessToken;
*(undefined4 *) ((int)sTStack_10 + iVar13) = 0x401aff;
WVar6 = (*OpenProcessToken) ((HANDLE *) ((int)pHStack_c + iVar13),
    *(DWORD *) ((int)apWStack_8 + iVar13),
    *(PHANDLE *) ((int)apWStack_8 + iVar13 + 4));
puVar21 = &stack0x00000000 + iVar13;
if (WVar6 != 0) {
    *(int *) ((int)apWStack_8 + iVar13 + 4) = unaff_EBP + -0x454;
    *(undefined4 *) ((int)apWStack_8 + iVar13) = 0x14;
    *(int *) ((int)pHStack_c + iVar13) = unaff_EBP + -0x44c;
    *(undefined4 *) ((int)sTStack_10 + iVar13) = TokenIntegrityLevel;
    *(undefined4 *) ((int)apvStack_18 + iVar13 + 4) = *(undefined4 *) (unaff_EBP + -0x450);
    GetTokenInformation2 = api_struct->GetTokenInformation;
    *(undefined4 *) ((int)apvStack_18 + iVar13) = 0x401ble;
    WVar6 = (*GetTokenInformation2)
        ((HANDLE *) ((int)apvStack_18 + iVar13 + 4),
        *(TOKEN_INFORMATION_CLASS *) ((int)sTStack_10 + iVar13),
        *(LPVOID *) ((int)pHStack_c + iVar13), *(DWORD *) ((int)apWStack_8 + iVar13),
        *(PDWORD *) ((int)apWStack_8 + iVar13 + 4));
    puVar21 = &stack0x00000000 + iVar13;
    if (WVar6 != 0) {
        puVar21 = &stack0x00000000 + iVar13;
        if (*(uint *) (unaff_EBP + -0x43c) < 0x2000) {
            *(undefined4 *) ((int)apWStack_8 + iVar13 + 4) = 0x104;
            *(undefined4 *) ((int)apWStack_8 + iVar13) = (undefined4 *) (unaff_EBP + -0x244);
            *(undefined4 *) ((int)pHStack_c + iVar13) = 0;
            pGVar4 = api_struct->GetModuleFileNameW;
            *(undefined4 *) ((int)sTStack_10 + iVar13) = 0x401b44;
            (*pGVar4) ((HMODULE *) ((int)pHStack_c + iVar13), *(LPWSTR *) ((int)apWStack_8 + iVar13),
                *(DWORD *) ((int)apWStack_8 + iVar13 + 4));
            *(undefined4 *) ((int)apWStack_8 + iVar13 + 4) = 0x401b49;
            uVar24 = FUN_00401b7b((LPCWSTR *) (&stack0x00000000 + iVar13),

```

If this is not the Case it will use Run As Administrator Option to get Higher privileges

The Malware Then Open's a handle ntdll.dll with shareMode set to 0,Creates a file mapping object for ntdll, Maps a view of this file mapping into the address space of the Malicious process and does API resolving using the Same Hash Algorithm (djb2) in this mapped View. This is to make sure no APIs are being hooked by EDR



## **Anti-Sandbox, Anti-Emulator and Anti-VM Techniques**

The Malware has Multiple Checks to detect if it's in a VM or sandbox. In the below Image malware is checking if the dlls sbidedll(Sandboxie), aswhook(Avast) and snxhk(Symantec) are mapped into malicious process address space. These DLLs are related to Sandbox solution or Anti-Virus products, another interesting thing to note is that the arguments are stored in the return address of the function



Another check used by the malware is to check in the Registry Tree for device and drivers if it contains anything related to Virtual machines. It Opens the Registry keys `SYSTEM\CurrentControlSet\Enum\IDE` and `SYSTEM\CurrentControlSet\Services\Disk\Enum\SCSI` using `NtOpenKey` and gets the number and sizes of its subkeys using `NtQueryKey`



It then uses `NtEnumerateKey` to get the information about the subkeys and check if this subkeys contains the strings `qemu`, `virtio`, `vmware`, `vbox`, `xen` . These strings are related to Emulators and Virtual Machines



The Next check it uses is to detect Emulators . It Checks Current Process' File path with AFEA.vmt using wcsstr this is a Technique called error-based anti-sandbox check. It is explained in detail by herrcore in [this video](#)



The Malware First Checks if it's running on a 64 bit or 32 bit System by looking at the GS Register because GS is non-zero in Win64 and In a 'true' 32 bit Windows GS is always zero.. If it's running on a 64 bit System it uses Heavens Gate technique .“Heaven's Gate” is a technique used to run a 64-bit code from a 32-bit process, or 32-bit code from a 64-bit process .To know more about this technique I request you to refer [this article](#)

Here it is used to run 64-bit code from a 32-bit process for Injection of the Third Stage. If the System only supports 32 bit it Executes the Code shown in the Below Image



The third Stage is injected to explorer.exe. It uses `GetShellWindow` and `GetWindowThreadProcessId` to get the process ID of explorer.exe. It then uses `NtOpenProcess` and `NtDuplicateObject` to create a duplicate handle for explorer.exe. It then creates a section then Maps the same section to malicious process and explorer.exe. Another section is also created and this process is again repeated. The third stage is then written to this section in the malicious Process. Since explorer.exe also has the same section mapped it will also have the third Stage in it's Memory.



Then `RtlCreateUserThread` is used to Execute the Malicious third stage from `explorer.exe`'s address space

if the System supports 64 bit. It Decrypts the 64 bit code for Injection and uses heaven's gate technique technique to excecute this. The process of Injection is same for Both. In the below images you can see the 64 bit code which dynamically resolves `RtlCreateUserThread` API and it is then used to Execute the malicious third stage from `explorer.exe`'s address space



To get the third stage you can set the GS register to 0 in the debugger at the time of injection, set shareMode to FILE\_SHARE\_READ (0x00000001) when opening handle to ntdll.dll and defeat all the Anti-Analysis techniques mentioned to get the third Stage in explorer.exe and dump it. You can also get the entrypoint of the function if you look at the parameters of the RtlCreateUserThread

The Main objective of this stage is to Decrypt C2 URL Communicate to C2 and Download the Final payload. This stage is also responsible for Persistence of the Malware

Third stage of the malware has a Different set of API resolving . it uses ROL8 hashing you can see the algorithm in the below image



It uses this Hashing Algorithm to resolve APIs in multiple DLLs' (kernel32, ntdll, user32, advapi32, ole32, winhttp and dnsapi)



You can use the below code to get the Hashes of the APIs used in Third Stage

```
1
2
3
4
5
6
7
8
9
10
11

def stage3ApiHashing():
    api_list = []
    hasher = 0
    for api in api_list:
        hasher = 0
        for i in api:
            i = ord(i)
            i = i & 0xdf
            saved_val = i
            hasher = hasher ^ saved_val
        hasher = rol(hasher, 8)
```

```
12         hasher = hasher & 0xFFFFFFFF
13         hasher = hasher + saved_val
14         hasher = hasher & 0xFFFFFFFF
15         hasher = hasher ^ 0x38127ba6
16         hasher = hasher & 0xFFFFFFFF
17         print(hex(hasher))
18         hasher2 = hex(hasher)[2:-1]
19         while len(hasher2) != 8:
20             hasher2 = "0"+hasher2
21         print(api+" : "+hex(hasher))
22
```

The Important Strings in the third Stage are Encrypted in a custom rc4 encryption algorithm. The Encrypted string is Stored in the Format of DataSize:Data



When it Comes to the custom rc4 algorithm. The key Stream Generation is Different from the default rc4 algorithm the below image shows the decompiled view of the custom rc4 decryption algorithm



I Have Converted it to python Here is the code to Decrypt the Strings

```
1 def key_scheduling(key):
2     sched = [i for i in range(0, 256)]
3
4     i = 0
5     for j in range(0, 256):
6         i = (i + sched[j] + key[j % len(key)]) % 256
7
8         tmp = sched[j]
9         sched[j] = sched[i]
10        sched[i] = tmp
11    return sched
```

```
12
13 def streamXor(data, key, data_len, key_len, shed):
14     counter = 0
15     i = 0
16     j = i
17     while data_len != 0:
18         i = i+1
19         i = i & 0xFF
20         temp = shed[i]
21         temp = temp & 0xFF
22         j = j + temp
23         j = j & 0xFF
24         shed[i] = shed[j]
25         shed[j] = temp
26         shed_swap = shed[i] + temp
27         shed_swap = shed_swap & 0xFF
28         data[counter] = data[counter] ^ shed[shed_swap]
29         counter = counter + 1
30         data_len = data_len - 1
31
32     return data
33
34 def customrc4(data, key, data_len, key_len):
35     shed = key_scheduling(key)
36     final_result = streamXor(data, key, data_len, key_len, shed)
37     print(final_result)
38
39
40 def main():
41     data = bytearray(b'\xb2\x16\x17\x9f\x23\x37')
42     key = b'\x29\xc5\xbd\xe6'
43     customrc4( data, key, 6, 4)
44
45 main()
```

The Decrypted Strings of the Third Stage can be seen in the Below Image



This Stage Checks if the system is running Analysis tools by looking at the Process name and Window Class name

In the Below Image you can see the Malicious process Getting the Name of all the Processes running, Calculates their Hashes using the algorithm used in Stage 3(ROL8 hashing ) and Check it against Hashes of Analysis tools shown in the image below. If they match, that Process is Terminated



There is an Additional Check Which get the Class Name of all top-level windows on the screen. It then Calculates their Hashes using the algorithm used in Stage 3(ROL8 hashing ) and Check it against Hashes of Analysis tools shown in the image below. If they Match, the Process related to that window is Terminated



The Same Privileges Check done in Stage 2 is done again Stage 3. The Malware Check if it's running with Higher Privileges using this API Call's `OpenProcessToken->GetTokenInformation(TokenIntegrityLabel)->GetSidSubAuthority` It is Checking if the Integrity level is above `0x2000` (`SECURITY_MANDATORY_MEDIUM_RID`) If the values greater than `0x2000`, it is high integrity. If the user is local admin, but a process was executed normally, you have the medium integrity Level. If the user clicks run as administrator you would have `0x3000`.



The Malware Uses the Computer Name and Volume Information to Create a Formatted Data which is used as a Seed to Create an MD5 Hash with these Values. These Values are used in Multiple Places



One of the most important Place these Value used is to Create a Mutex with this name. The Malware Creates a Mutex with this name and After that uses `RtlGetLastWin32Error` , if the return value is `ERROR_ALREADY_EXIST` Malware Exits the Thread. This is done by the malware to make sure the malware is run only once in a System



### **Copy to New Path and use of Zone.Identifier**

The Malware Creates a File Path at AppData or Temp . Check if the File running is in this Path. If it is not Running on this path it Delete itself and Copy the File from Curent Location to the File Path Created at AppData or Temp



One Important thing to note here is the Malware Also removes the Alternate Data Stream :Zone.Identifier . It Stores the Data whether the file was downloaded from the Internet. By Doing this System won't Understand the File was downloaded from Internet

### **Changing File Attributes and FileTime**

After Moving the File to Appdata or Temp . The Files Attribute is Changed to 6 ( FILE\_ATTRIBUTE\_SYSTEM | FILE\_ATTRIBUTE\_HIDDEN). This makes the File Hidden and operating system uses a part of, or uses this File exclusively.



Then Malware Chnages the Malicious Files Creation Time , Last Access Time and Last Write Time to the Creation Time , Last Access Time and Last Write Time of advapi32.dll in System Dir. My Assumption for this Technique is that it is trying to not show it's a New File

The Persistance is Achieved by Creating a Scheduled task using ITaskService interface



First it Deletes the Task with Name FireFox Default Browser Agent{MD5 Value Used to Create Mutex} . Then It Sets Author of the task as Current User. Then Trigger of the task is set when the Current User Logins in. The File path of Task is Set to the Malicious File Copied to AppData or Temp And It Finally Registers the task with name FireFox Default Browser Agent{MD5 Value Used to Create Mutex}



## **C2 Decryption and Communication**

The C2 URL's are Encrypted using the Same Custom rc4 encryption Algorithm used in Stage3. The Data is also Stored in the Same format DataSize:Data. You can use the Same Decryption Function mentioned above to decrypt the Strings



Here is the List of C2 URL's i found in this Malware



The malware then uses the c2 URL with WinHttp Library to Communicate to the C2 server



Since It's a Loader Based on C2 Response It Loads the Final Payload

Type	Indicator	Description
SHA256	5c1735b8154391534f98e6399a2576a572c7fd3c51fa6ecc097434c89053b1f7	Initial File
CnC	hxxp://potunulit[.]org/	Command and Control
CnC	hxxp://hutnilior[.]net/	Command and Control

Type	Indicator	Description
CnC	hxxp://golilopaster[.]org/	Command and Control
CnC	hxxp://newzeland66[.]org/	Command and Control

1. [hsauers5](#)
2. [CryptDeriveKey](#)
3. [Bing AI Image Generator](#)

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Source: <https://irfan-eternal.github.io/understanding-internals-of-smokeloader/>