Anatomy of a Botnet

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Why to talk about Botnet?

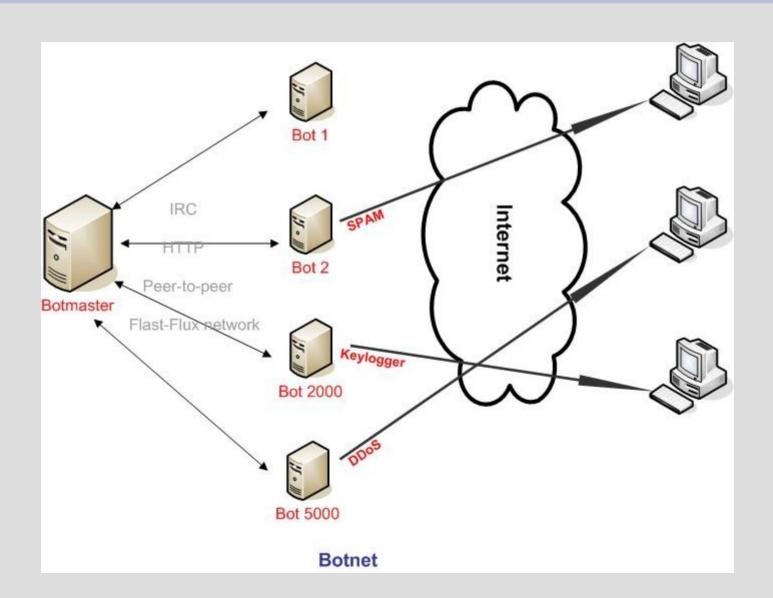
- "Terrorists may be able to do more with a keyboard than with a bomb.

 We understand the power of the bomb and the bullets but now we also have to understand 'cyber-terrorism' " IMPACT
- **"Botnet"** is a vehicle for cyber-terrorism & cyber-crime
- Recent attack on Estonia
- Attacks could be like disabling the banking networks, halting ATM machines and card payments OR could be worse than that
- So we need to understand Botnet

What is Botnet?

- Distributed network of a large number of hijacked computers under the control of single person via net-based command and control system
- Designed to accomplish some distributed tasks over the Internet
- It consists of
 - A Botnet creator and controller (Botnet herder)
 - Bots
 - -Command and Control Server
- Evolution

Botnet



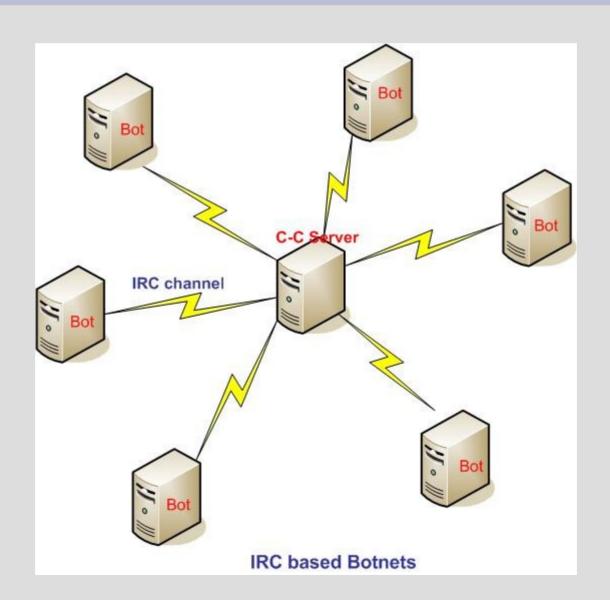
How does it spread?

- Operating system vulnerabilities
 - mostly in Windows environment
- Client-side attacks using social engineering
 - sending spams to download interesting stuff
 - directing client to the malicious website
 - using hacked website

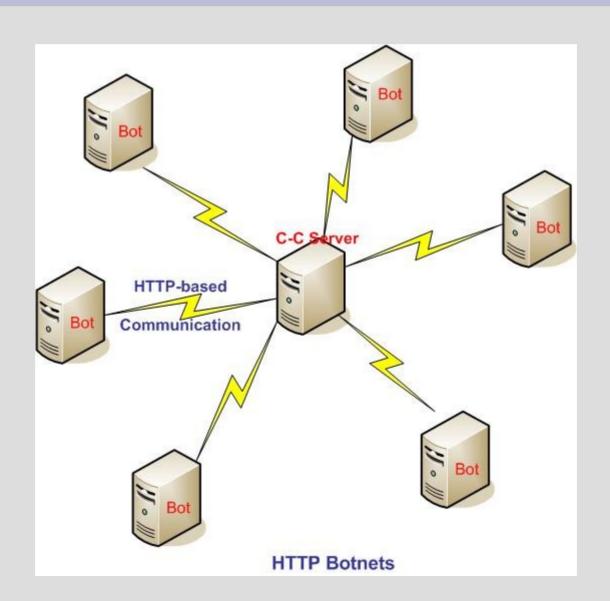
Types of Botnet

- 1. IRC based botnets
- 2. HTTP based botnets
- **3**. Peer-to-peer network based botnets
- **4.** Fast flux network based botnets

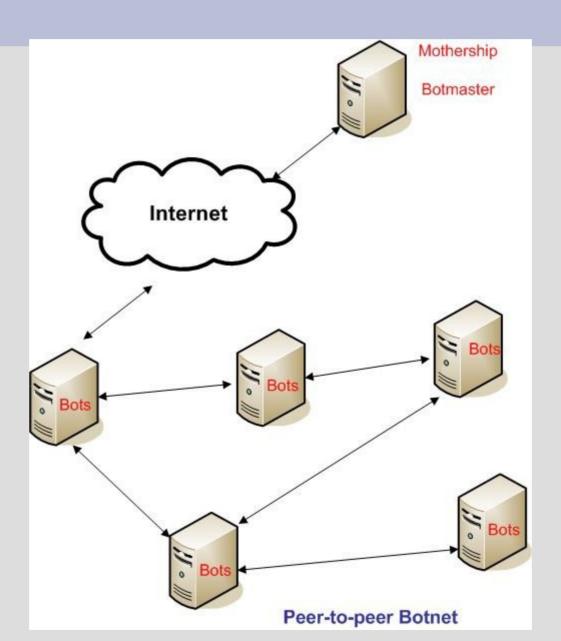
IRC Botnet



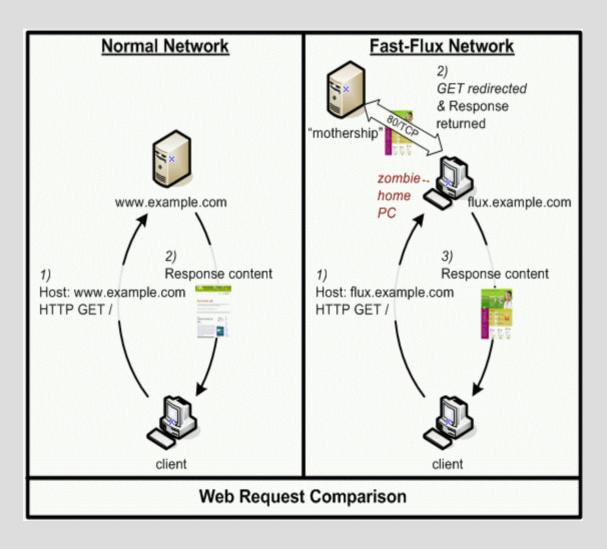
HTTP Botnet



Peer-to-Peer Botnet



Fast-flux network Botnet



Source: Honeynet.org

Construction of a Botnet

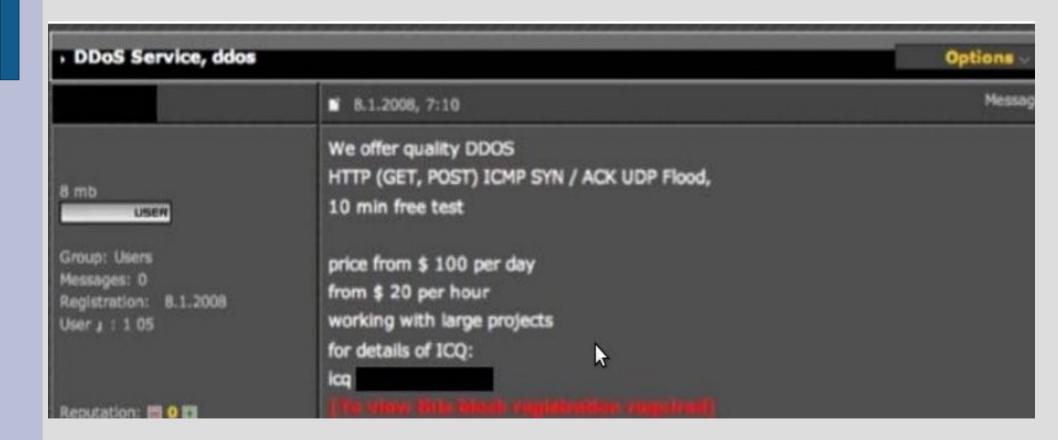
- First stage, exploit vulnerabilities(operating system's/browser's)
- Next stage to download bot software, C&C instructions
- Once the bot software is executed and connected to C&C server
 - Bots connect to channel of C&C (IRC or HTTP)
 - password protected channel
 - encryption layer between bot and C&C

Use of a Botnet

- DDoS attacks
- ID theft
- Phishing
- Spamming
- Privacy Issues- installing keylogger, spywares
- Renting web proxies for illegal purposes
- many more

In short- "TO EARN MONEY"

Bot-Economics



Bot-Economics

- a paper from VB conference 2006 by Lovet
- A credit card business-
 - buying 40 valid CC \$200
 - hiring 10 drops to collect purchased things- \$800 (\$20 per package)
 - drops to cyber criminal delivery \$800
 - Selling on eBay \$16,000 (like Laptop, mobiles, clothes)

Total cost, monthly- \$1800 Total profit - \$17,800 Net profit : \$16,000 Productivity index (Profit/Costs): 8.9

Protection against Botnets

For individual users:

- Use updated OS and legal softwares
- Anti virus software
- Firewall
- Don't open Spam e-mails
- Check your logs

For Corporate networks:

- Use strict firewall rules
- Deploy honeypots and set-up DNS redirection to to it
- Sniff outbound connection by using keywords used by bot herders

Summary

- Overall, It's a kind of **management problem**
- Great tool for illegal activities
- Not easy to root out, hacker's are one step ahead
- **User Awareness** is important!

Thank You.

Questions?