



CROWDSTRIKE

In the Cross-Hairs: Protecting the Public's Data

Public Sector Threat Brief - Q3 2023
Matt Singleton, CrowdStrike

MATT SINGLETON

Executive Strategist



HIGHER ED



GOVERNMENT



CONSULTING

- **25+ years:** Innovating at the intersection of security, education & digital transformation
- **State Government:** Former Chief Information Security Officer for the State of Oklahoma; Chief Operations Officer for the state's IT division; State Chief Information Officer for Education
- **Higher Education:** Developed cybersecurity strategy and program for the University of Oklahoma system; Led innovation arm of OU IT; Professor of Cybersecurity
- **Education:** M.P.S. – Applied Intelligence, specializing in Cyber Intel, Homeland Security & Counterterrorism from Georgetown University; B.A. – Administrative Leadership from the University Of Oklahoma
- **Thought Leadership:** Momentum, National Association of State Technology Directors; Hunt, Bourne and Ryan are Amateurs, Threatday



AGENDA

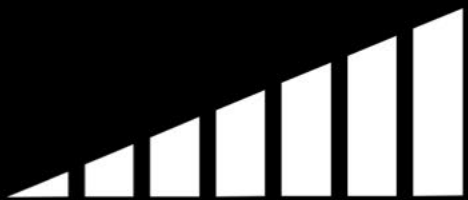
The Global Threat Landscape
Public Sector Specific Threats
The Way Forward

GLOBAL THREAT LANDSCAPE

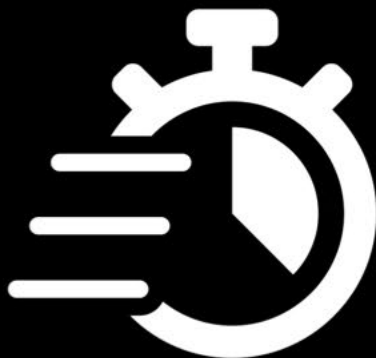
- Volume/Speed/Sophistication of Attacks
- Adversaries
- Top Current Threats
 - Third-Party Software
 - Cloud Exploitation
 - Access Brokers/Identity



THREE PRIMARY METRICS FOR MEASURING THE ADVERSARY



Volume



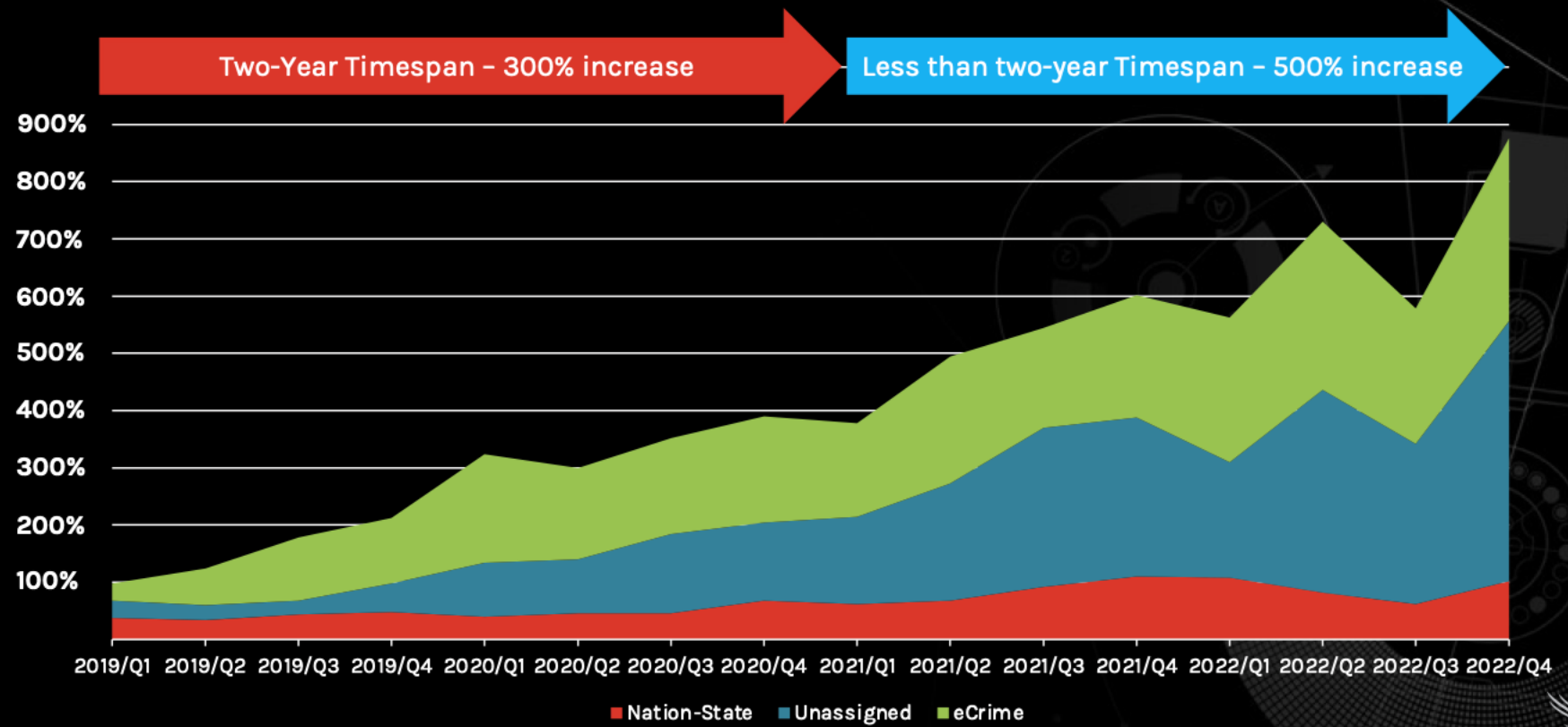
Speed



Sophistication



CROWDSTRIKE DISTINCT & SOPHISTICATED INTRUSION TELEMETRY





eCrime Breakout Time

79 min

Every Second Counts

**Adversaries are getting faster,
defenders must accelerate**

Breakout time has dropped from
9 hours and 42 min in 2018
to only **79 min in 2023**



CROWDSTRIKE

THE NECESSITY OF SPEED

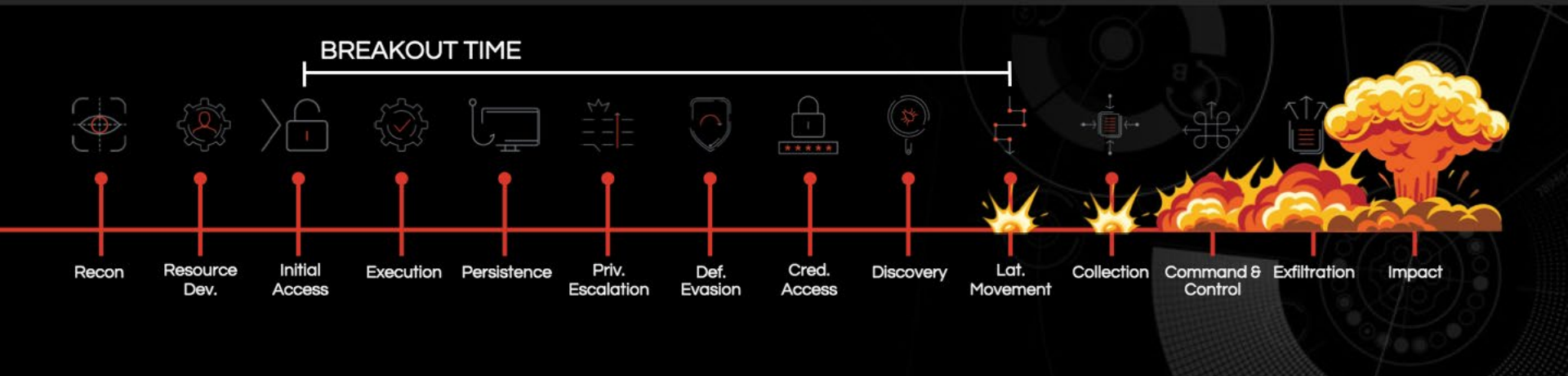
Survival of the Fastest

TO STAY AHEAD
YOU MUST:

DETECT IN
1min

INVESTIGATE IN
10min

RESPOND IN
60min



MITRE ATT&CK PHASE



Complexity: Malware versus Malware-Free Attacks

MALWARE
29%



MALWARE-FREE
71%

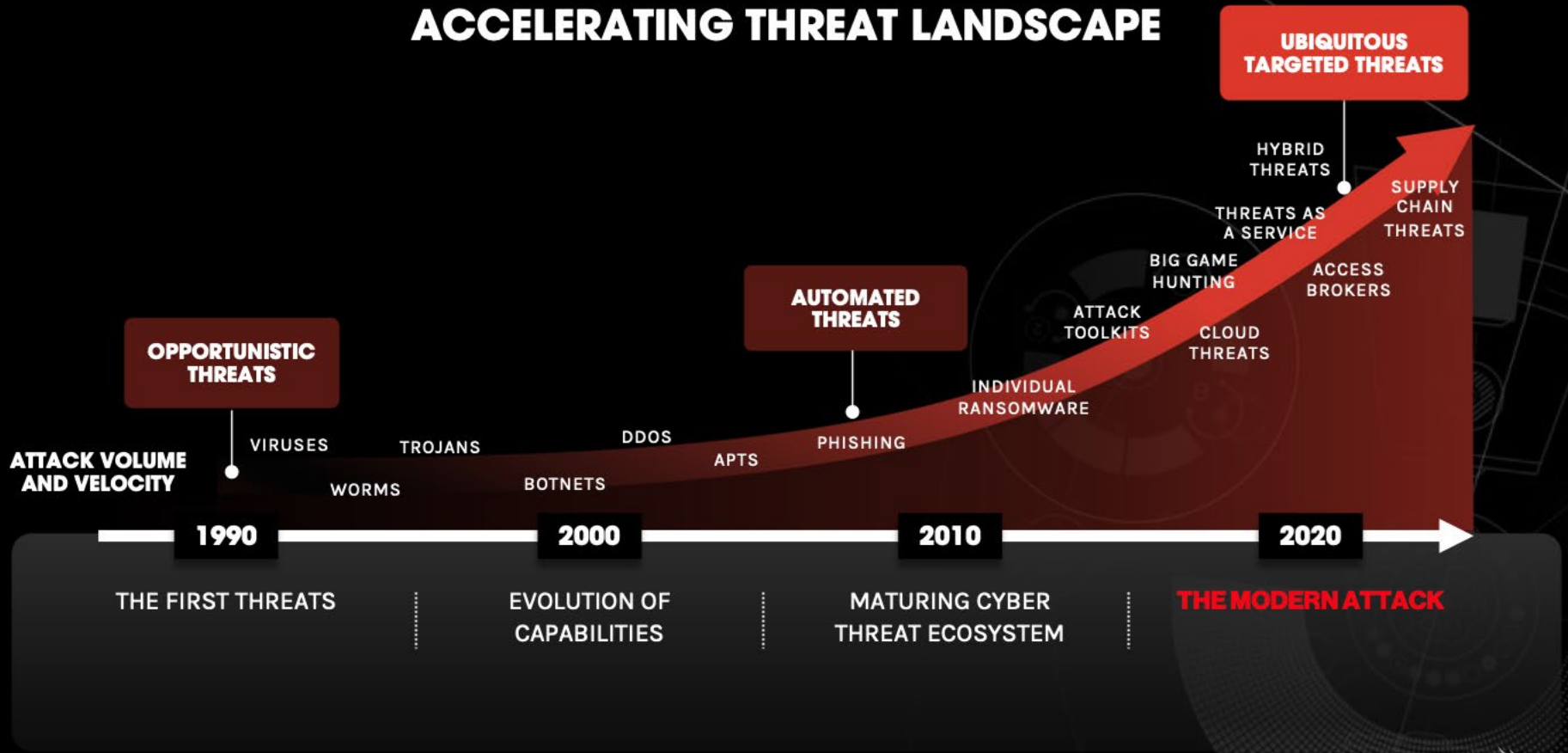
MALWARE
THREAT
SOPHISTICATION

NON-MALWARE
ATTACKS



<https://www.crowdstrike.com/resources/reports/overwatch-threat-hunting-report/>

ACCELERATING THREAT LANDSCAPE



ADVERSARIES TRACKED BY CROWDSTRIKE



STATE-SPONSORED

Cryptonym: Panda, Bear, Kitten, Chollima...

Motive: Geopolitical or financial gain

Method: disruption, espionage, or manipulation



CRIMINAL

Cryptonym: Spider

Motive: Financial gain

Method: Fraud, data theft, extortion, etc.



HACKTIVIST / TERRORIST

Cryptonym: Jackal

Motive: Attention

Method: disruption or disclosure

TOP CURRENT TRENDS



**3rd PARTY SOFTWARE
VULNERABILITIES**



**CLOUD-BASED
ATTACKS**



**IDENTITY-BASED
BYPASS**



CrowdStrike 2023 Cloud Risk Report



Cloud exploitation is on the rise

95%

increase in cloud exploitation

3x

increase in cases involving cloud-conscious adversaries



Adversaries sharpening cloud TTPs



COZY BEAR:

uses malicious tools to modify cloud services



SCATTERED SPIDER:

deployed ransomware from a cloud staging env.



LABYRINTH CHOLLIMA:

uses cloud resources to deliver documents with malicious macros



COSMIC WOLF:

Targets victim data stored within cloud environments



Identity is a key cloud access point

Valid accounts are used to gain initial access in **43%** of cloud-based intrusions

In **67%** of cloud security instances, roles have elevated privileges beyond what was required



CROWDSTRIKE

A Growing Threat: Insecure Configurations



Human error drives cloud risk

99%

Of cloud security failures are the customer's fault
- Gartner



60%

of workloads lack properly configured security protections

28%

of workloads run as root or allow escalating to root

26%

of workloads have Kubernetes Service Account Token automounted

24%

of workloads have root-like capabilities

IDENTITY IS A PRIMARY ACCESS MECHANISM FOR THE ADVERSARY

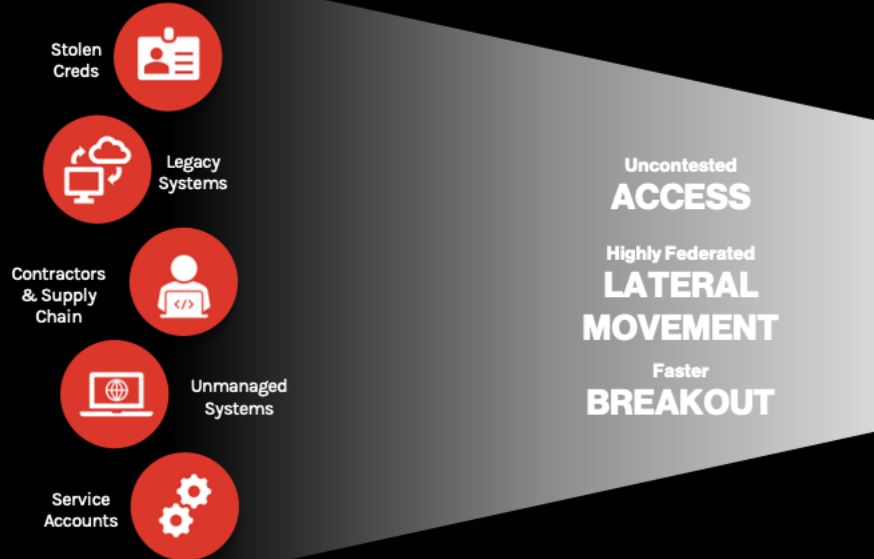
80%

of data breaches have a connection to compromised privileged credentials
- Forrester Research

Breaches from stolen/compromised credentials took the longest to detect:

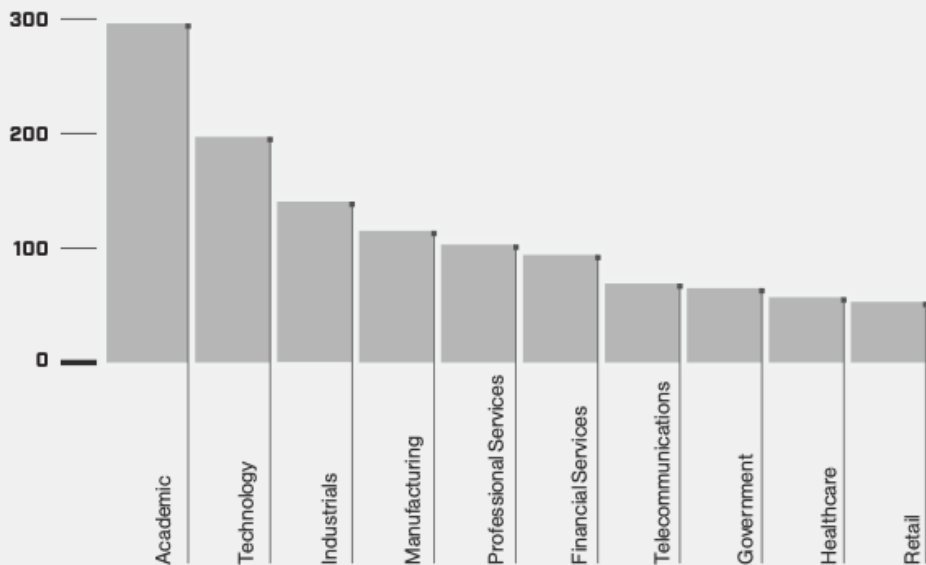
250 days

- Cost of a Breach Report, 2021



Access Broker Boom

TOP 10 SECTORS ADVERTISED BY ACCESS BROKERS, 2022



Acceleration of demand

Popularity of services increasing with more than 2,500 advertisements – a 112% increase from 2021



Buy a la carte or in bulk

Several brokers will sell in bulk as others will use a “one-access, one-auction” technique.



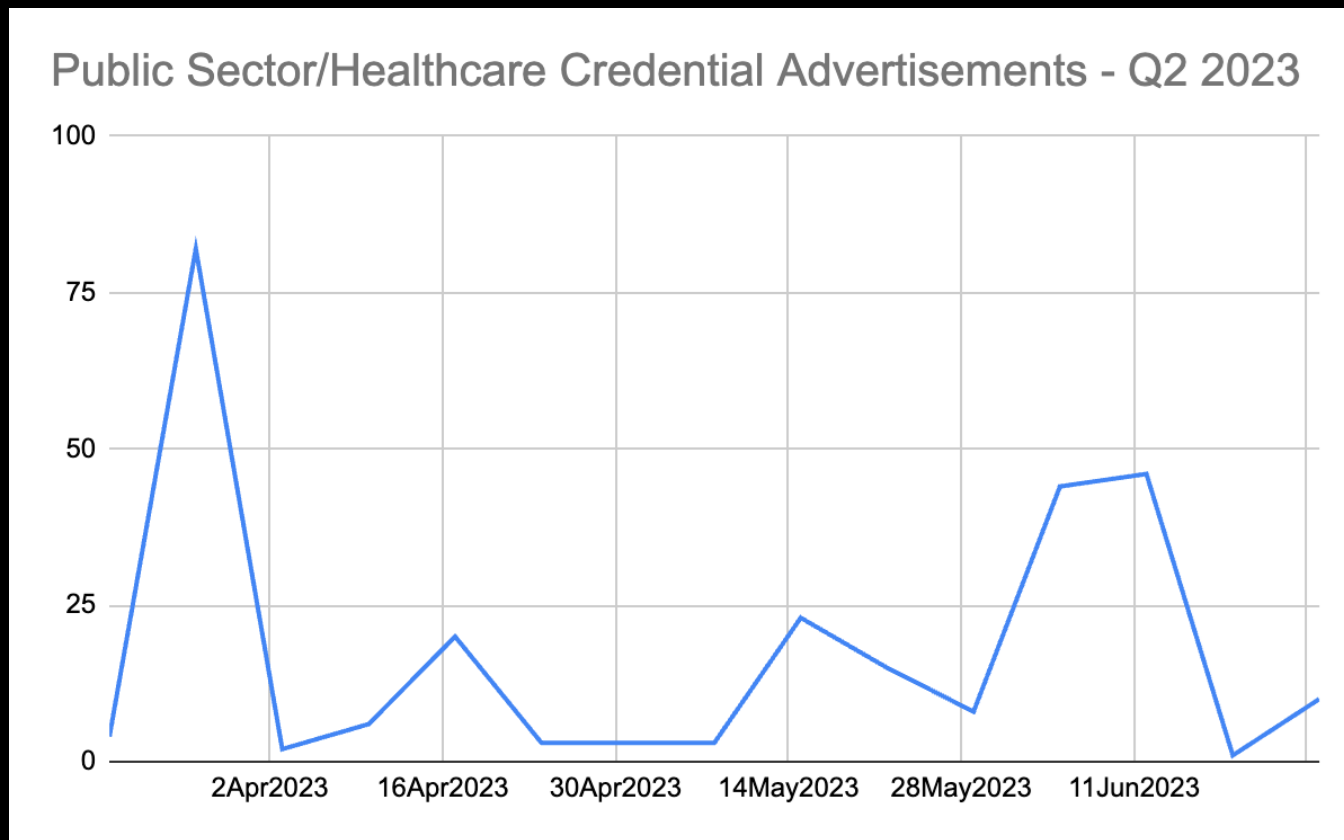
Access methods remain consistent

Abuse of compromised credentials obtained by information stealers or purchased in log shops on the dark web

“ 80% of all breaches use compromised identities and 50% of organizations have experienced an Active Directory (AD) attack in the last two years. ”



PUBLIC SECTOR CREDENTIAL ADVERTISEMENTS - Q2 2023



DARK WEB ADVERTISEMENT

Northeastern State University



[Northeastern State University](#)

Northeastern State University is a public university with its main campus in Tahlequah, Oklahoma.

Get ready for a week-long online auction extravaganza! With just 7 days on the clock, seize the opportunity to bid on exclusive, unique and impressive data. Let the thrill of timed bidding ignite your competitive spirit! leave you mail, price and interested item, we will contact you soon.

Northeastern State University is a public university with its main campus in Tahlequah, Oklahoma. The university also has two other campuses in Muskogee and Broken Arrow as well as online. Northeastern is the oldest institution of higher learning in the state of Oklahoma as well as one of the oldest institutions of higher learning west of the Mississippi River. Tahlequah is home to the capital of the Cherokee Nation of Oklahoma and about 25 percent of the students at NSU identify themselves as American Indian. The university has many courses focused on Native American linguistics, and offers Cherokee language Education as a major. Cherokee can be studied as a second language, and some classes are taught in Cherokee for first language speakers as well.

PUBLIC SECTOR SPECIFIC THREATS

- Why Public Sector?
- The Growing Cyber Threat
- Denial of Service
- Ransomware & Data Extortion
- Third-Party Tools



WHY PUBLIC SECTOR?

- Large user base
- Public Safety implications
- Diverse end points
- High-profile
- Numerous stakeholders
- Federated IT/Cybersecurity models
- Under-resourced



PUBLIC SECTOR - ADVERSARY MOTIVATIONS



Nation State

14



eCrime

17



Hacktivist

4

PUBLIC SECTOR - NATION STATE TRENDS



CHINA

3



DPRK (North Korea)

3



RUSSIA

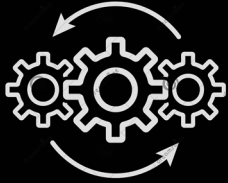
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IRAN

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POTENTIAL DISRUPTIVE IMPACTS



TARGET: OPERATIONAL
TECHNOLOGY
INDUSTRY-SPECIFIC
TOOLS



TARGET: INTELLECTUAL
PROPERTY



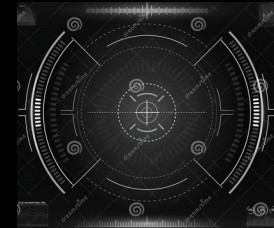
TARGET: MISSION
CRITICAL APPLICATIONS



TARGET: PHYSICAL
SAFETY/SECURITY
SYSTEMS



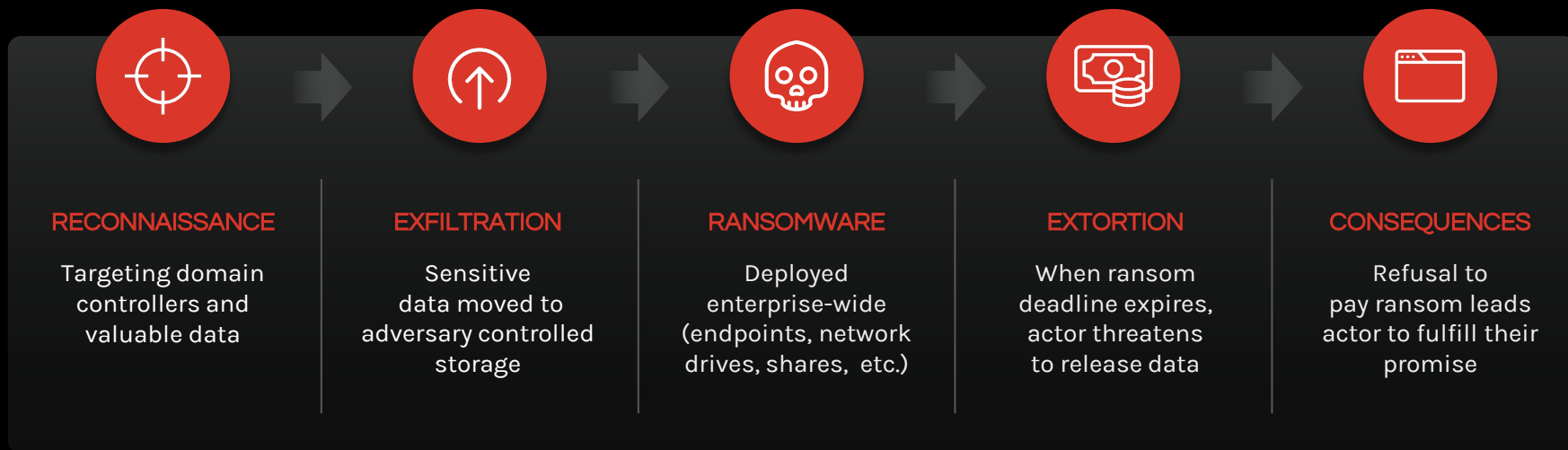
TARGET: PERSONALLY
IDENTIFIABLE
INFORMATION (PII)



TARGET: WEAPONIZABLE
RESOURCES

CURRENT TREND: RANSOMWARE + DATA EXTORTION

Data extortion forces you to choose between the consequences of data leaks or the consequences of ransomware.

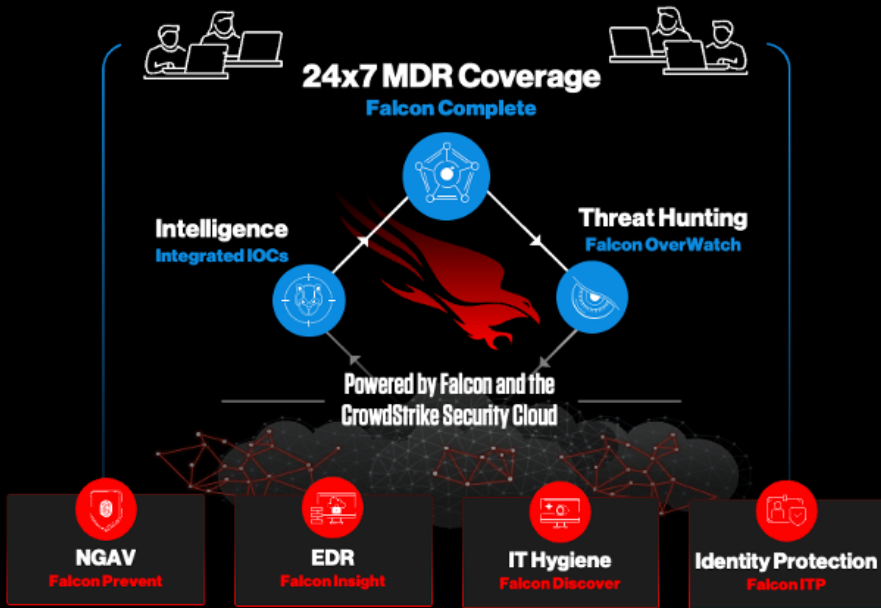


THE WAY FORWARD

- Where We Need to Be
- CrowdStrike Recommendations
- Call to Action



WHERE WE NEED TO BE



- Dedicated 24 x 7 coverage to Prevent, Predict, Detect, Respond
- Complete visibility of our environment and risks
- Complementing state-provided security controls
- Reduced risk and increased productivity

CrowdStrike Recommendations

- Join the MS-ISAC.
- Leverage free MS-ISAC services.*
- Engage in regional ISACs/ISAOs.
- Work with state organizations on the SLCGP.
- Participate in Whole-of-State strategies.
- Engage CrowdStrike RSM.
 - Conduct a free AD Assessment.
 - Conduct a free Cloud Security Assessment.

*<https://www.cisecurity.org/ms-isac/services>



CALL TO ACTION: PROTECT THE INFORMATION ENVIRONMENT FROM THE ADVERSARY THROUGH A COMPREHENSIVE CYBERSECURITY STRATEGY



Digital Risk Monitoring
Threat Intelligence
Malware Analysis & Search



Threat Intel

OS & App Vuln Mgmt
Cloud Security Posture Mgmt
Attack Surface Monitoring



Attack Surface Mgmt

Threat Hunting
MDR
Incident Response
Forensics



Hunting & Response

XDR
EDR
Log Mgmt
Asset Discovery
File Integrity Monitoring



Visibility & Orchestration



WORKLOADS



DATA

Next-Gen Antivirus
Firewall Mgmt
Device Control
Cloud Workload Protection
Data Protection



Prevention & Protection



NETWORKS

Identity Threat Detection
Identity Threat Protection



Identity & Access Mgmt



IDENTITIES

The Information Environment





CROWDSTRIKE



CROWDSTRIKE

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