

# Ransomware Detection Using Storage-Embedded AI

Andy Walls – Consultant  
Owner Great Walls of  
Storage LLC

12/10/2024



**IEEE-CNSV**

Consultants' Network  
of Silicon Valley



**GREAT WALLS OF STORAGE**

SHAPING TOMORROW'S STORAGE, ONE BLOCK AT A TIME

# My Story

- **Retired IBM Fellow and CTO Flash Storage**
- **43 years with IBM**
- **Started Great Walls of Storage**
- **Renown expert in SSD design, AFAs and IT.**
- **I Consult on all aspects of Storage Systems development and deployment.**



# ALL YOUR **IMPORTANT FILES** ARE ENCRYPTED!

Any attempts to restore your files with the third-party software will be **fatal for your files!**

Restore your data possible only buying private key from us.

There is only one way to get your files back:

01.

## contact us

🔒 UTox    ✉ Email

qTox ID:

- ◆ B2F873769EB6B508EBC2103DDEB7366CEFB7B09AB8314DAD0C4346169072  
<https://tox.chat/download.html>
- ◆ Email: [contact@contipauper.com](mailto:contact@contipauper.com)

02.

## Through a Tor Browser - **recommended**

- ◆ Download Tor Browser - <https://www.torproject.org/> and install it.
- ◆ Open link in Tor Browser -  
◆ <http://zqafflhty5hyziovsxxgvj2mrz5e5rs6oqxzb54zolccfnvtn5w2johad.onion> This link only works in Tor Browser!
- ◆ Follow the instructions on this page

## ATTENTION!

- ◆ Do not try to recover files yourself. this process can damage your data and recovery will become impossible
- ◆ Do not rename encrypted files.
- ◆ Do not waste time trying to find the solution on the Internet. The longer you wait, the higher will become the decryption key price
- ◆ Decryption of your files with the help of third parties may cause increased price (they add their fee to our).
- ◆ Tor Browser may be blocked in your country or corporate network. Use <https://bridges.torproject.org> or use Tor Browser over VPN.
- ◆ Thanks to the warning wallpaper provided by lockbit, it's easy to use

# Data is Under threat

85%

not able to fully restore data from back up after an attack

66%

of breaches were not identified by the organization's internal security teams and tools

49%

of Cyber Attacks are ransomware (24%) or destructive (25%)

# Bad actors are getting faster!

It takes less than 5 mins to encrypt 100GB



Too late if we detect AFTER encryption

**60+ days**    **9.5 days**    **3.85 days**

2019 ransomware deployment time      2020 ransomware deployment time      2021 ransomware deployment time

Bad Actors are moving Faster  
Less than 4 days to a Ransomware attack

Data Extortion on the rise – and it is all over the world.



**23**  
days, average recovery after a ransomware attack

Takes over 287 days for full recovery

# Cyber Attacks are on the Rise, getting more sophisticated



51%  
of Cyber Attacks are ransomware  
(24%) or exfiltration (27%)

26%  
clients who paid the ransom still  
could not recover the data

108  
days faster identification and  
containment of a breach with  
extensive security AI & automation



2X  
Cyber Attacks YTY 2022 vs 2021,  
2023 YTY 2.5x so far!

23  
days, average recovery after a  
ransomware attack

66%  
of breaches were not identified by  
the organization's internal security  
teams and tools

# Cost of Data Breach

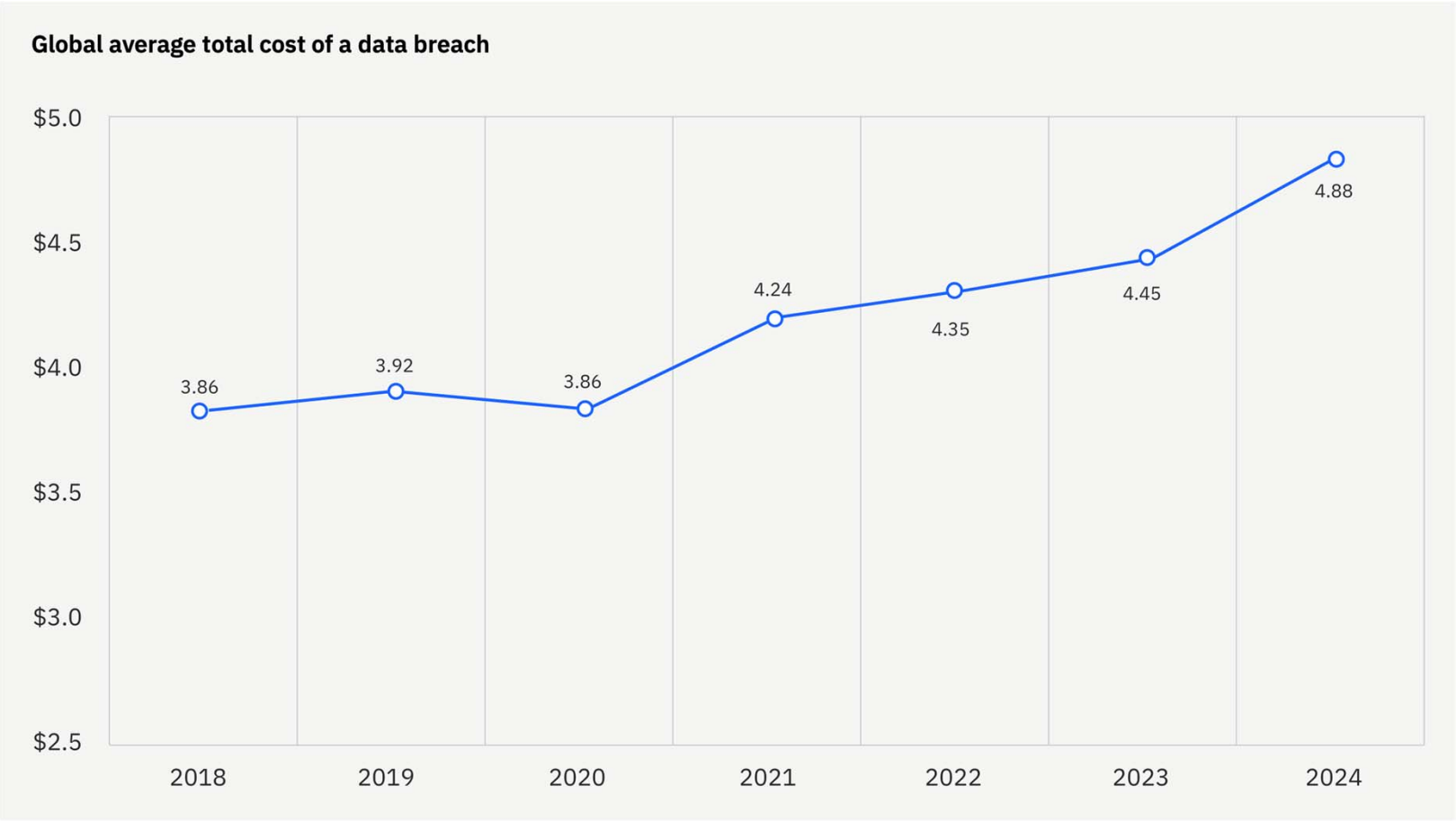
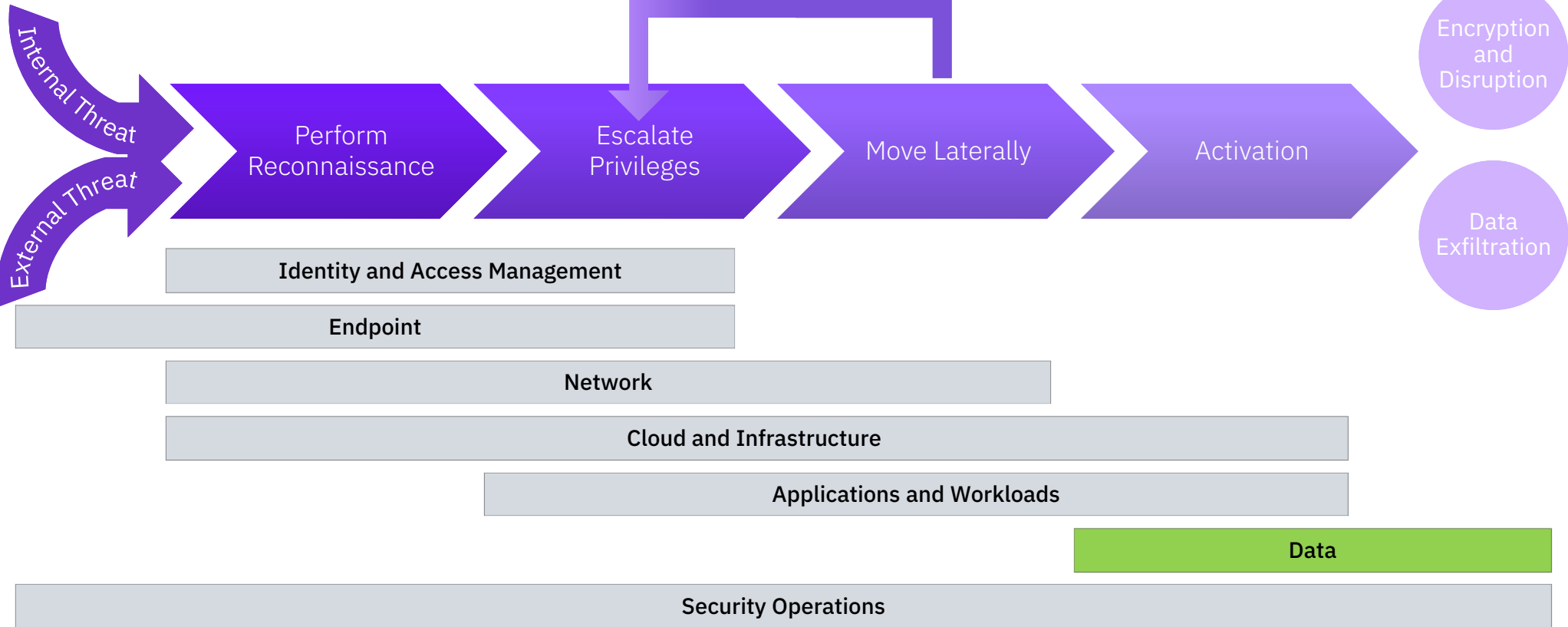


Figure 1. Measured in USD millions

Data provided by IBM – Cost of Data Breach Report 2024

# Ransomware attack steps





## Attacks in the News

1. NHS London: Qilin ransom gang unleashed an attack that compromised the data of almost 1 million National Healthcare System patients in London hospitals. The attackers published personal information about patients with sensitive medical conditions like cancer and sexually transmitted diseases. Oct 16, 2024
2. In an update on January 22, LoanDepot confirmed that around [16.6 million of its customers had their sensitive personal information stolen in the incident](#), including Social Security numbers and financial account numbers.
3. In February, reports emerged that [US healthcare payment provider, Change Healthcare](#), had been hit by a ransomware attack.
4. A ransomware attack on Australian medical prescriptions provider MediSecure in May led to [12.9 million individuals' personal and health data being compromised](#).
5. The City of Columbus, Ohio, revealed it had been hit by a ransomware attack in July, resulting in outages to some resident-facing IT services.
6. An August [cyber-attack on the Port of Seattle](#), a local government agency overseeing the seaport of Seattle and Seattle–Tacoma International Airport (SEA), heavily disrupted travel to and from the state ahead of the US Labor Day holiday.

# But How Do You Detect Ransomware

Detection  
By

*Threat Signature*

Sample Hash Comparison

*Data Behavior Signals*

Monitoring for Anomalies

*Network Signals*

Network-Level Monitoring for Anomalies

# But How Do You Detect Ransomware

Detection  
By

*Threat Signature*

Sample Hash Comparison

***Data Behavior Signals***

**Block Level Monitoring for Anomalies**

*Network Signals*

Network-Level Monitoring for Anomalies

# A Realization:



Block Storage is missing some context  
other parts of the system have



BUT: It can generate data needed for  
determining Ransomware attacks with less  
performance impact than any other part of the  
system



IBM FlashSystem excels in ingesting large amounts of data fast.

If the storage could **analyze** the data **as it is stored** we can generate **critical insights** more efficiently than external backup scanning applications.

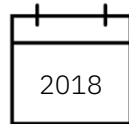
# The impressive history of FlashCore Technology



MicroLatency Module

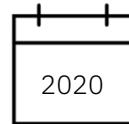
Proprietary interface, single-layer cell (SLC) flash, followed up with multi-layer cell (MLC) flash, and in both cases the data path is in hardware

Multiple protection features, including ECC error correction, variable stripe RAID data protection, overprovisioning, and three-dimensional (AE3 flash modules) or two-dimensional (AE2 flash modules) flash RAID



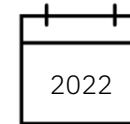
FCM1

NVMe interface, re-implemented into a standard 2.5" form factor, triple-layer cell (TLC) flash with inline 2-to-1 data compression and encryption with no performance penalty



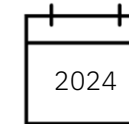
FCM2

NVMe interface, quad-layer cell (QLC) flash with better than TLC performance, inline 2-to-1 data compression and encryption with no performance penalty



FCM3

NVMe interface, quad-layer cell (QLC) flash with SLC abilities, optimized with a "Hinting Architecture" to optimize data placement, with up to 3-to-1 inline data compression, encryption with no performance penalty, L and XL modules based on PCIe G4,



FCM4

NVMe interface, quad-layer cell (QLC) flash with SLC abilities, optimized with a "Hinting Architecture" to optimize data placement, with up to 3-to-1 inline data compression and, encryption, with no performance penalty, all modules based on PCIe G4, and inline intrusion detection

A breakthrough in cyber security

**FCM-4**  
FLASHCORE MODULE 4



INLINE  
**ANOMALY**  
DETECTION

Designed by Ric Halsaver, Copyright IBM Corporation

# Built in Data Resilience to accelerate recovery from Ransomware attacks

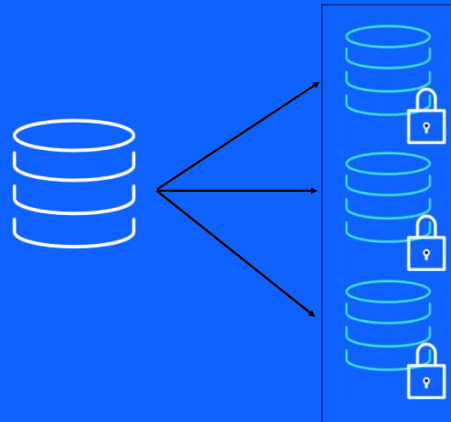
*IBM Safeguarded Copy prevents point-in-time copies of data from being modified or deleted by user errors, malicious destruction, or ransomware attacks – Logical Air Gap of Data*

## Separation of duties



Additional security capabilities to prevent non-privileged users from compromising production data

## Protected copies of data



Capabilities to regularly create secure, immutable point in time copies – Up to 15,000 copies

## Speed of recovery



Functionality that enables different use cases to restore corrupted data **in minutes or hours vs days or weeks**



# IBM has developed technology not just to recover from attacks



## But to detect them early!



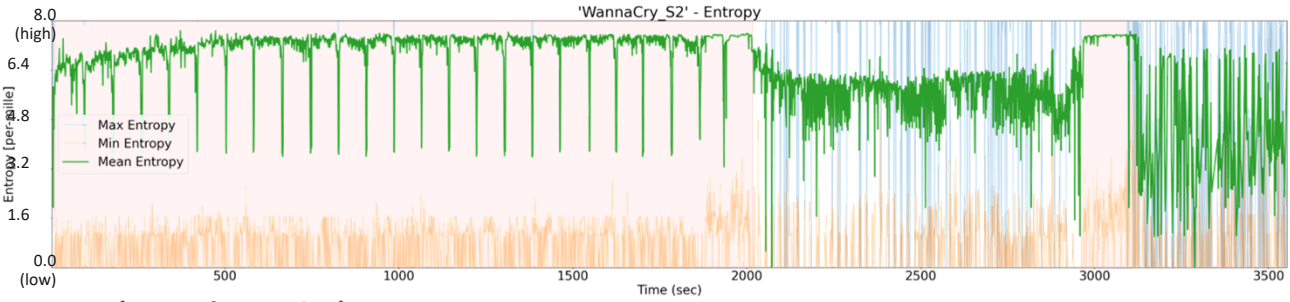
Two types of protection implemented

- Entropy and compressibility statistics sent back to a cloud based product that looks for trends and sends alerts if an anomalous behavior is discovered.
- **AI Based inline Inferencing using a trained model looking for ransomware attacks**

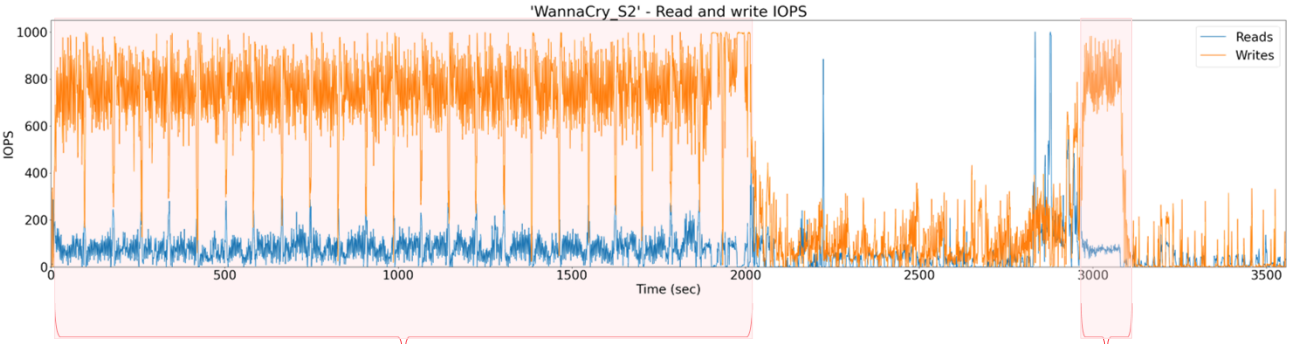
# Characteristics found in IO traces from ransomware

- Malware such as ransomware attacks can be detected from storage IO patterns and data analysis
- Example “Wannacry”:

**Encrypted payload (– avg, – max, – min):**

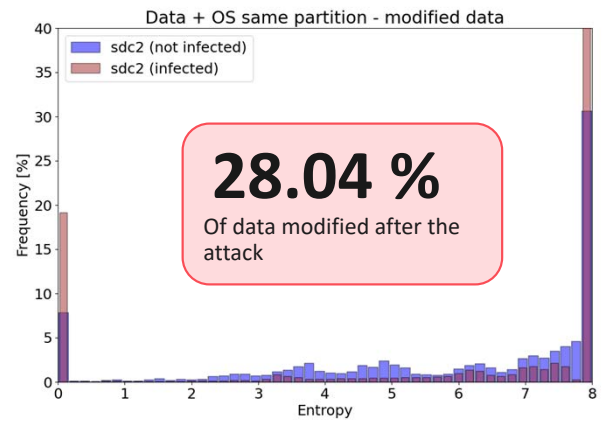


**IOPS (– read, – write):**

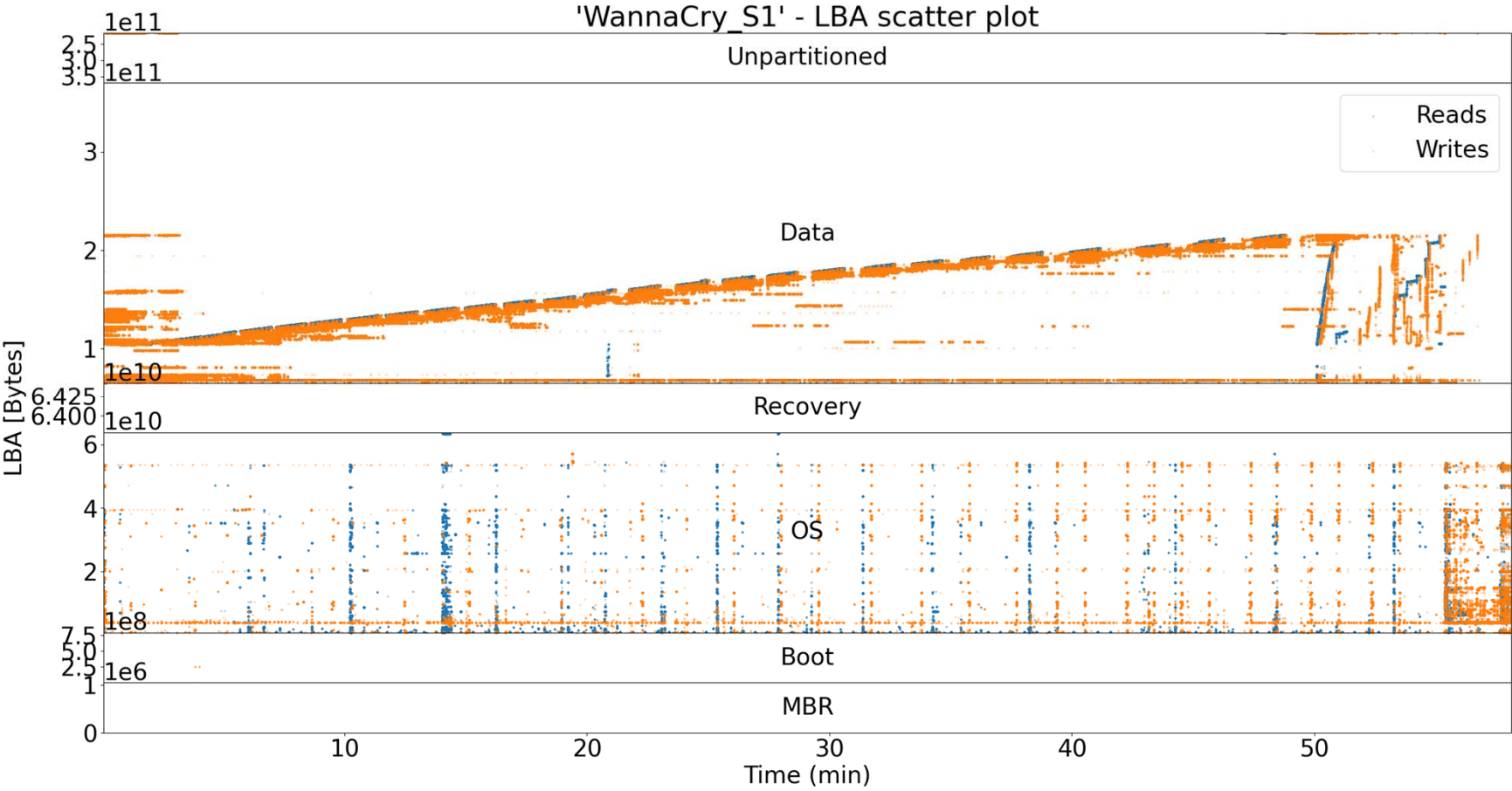


**IO activity of ransomware**

**Payload encrypted – before and after attack:**



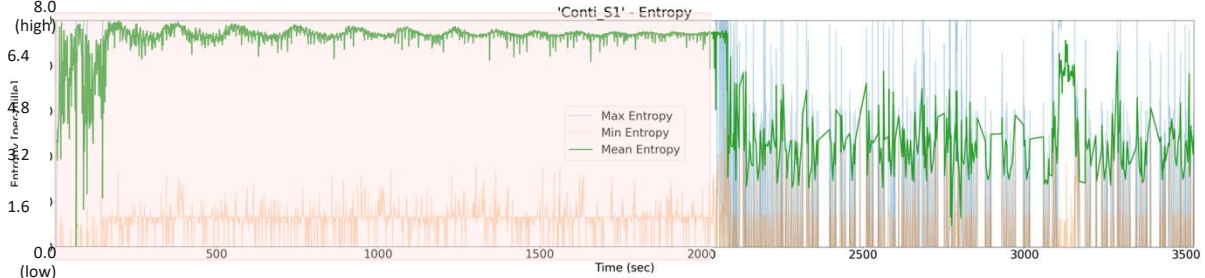
# LBA access analysis – WannaCry - 1 hour



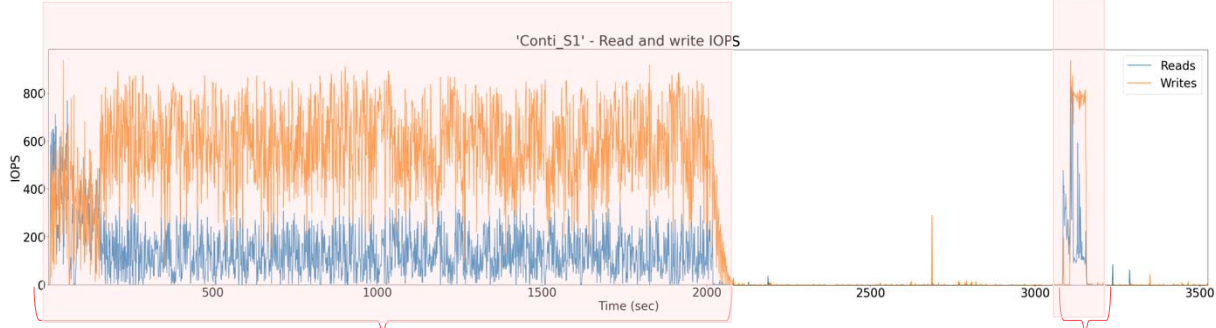
# Characteristics found in IO traces from ransomware

- Malware such as ransomware attacks can be detected from storage IO patterns and data analysis
- Example “Conti”:

### Encrypted payload (– avg, – max, – min):

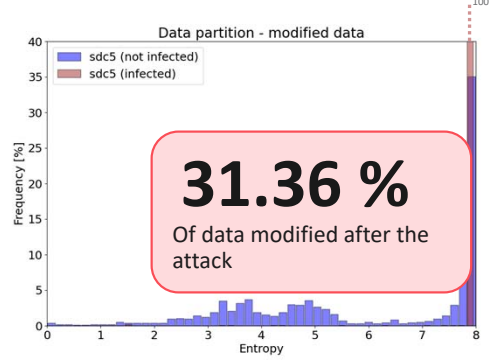


### IOPS (– read, – write):

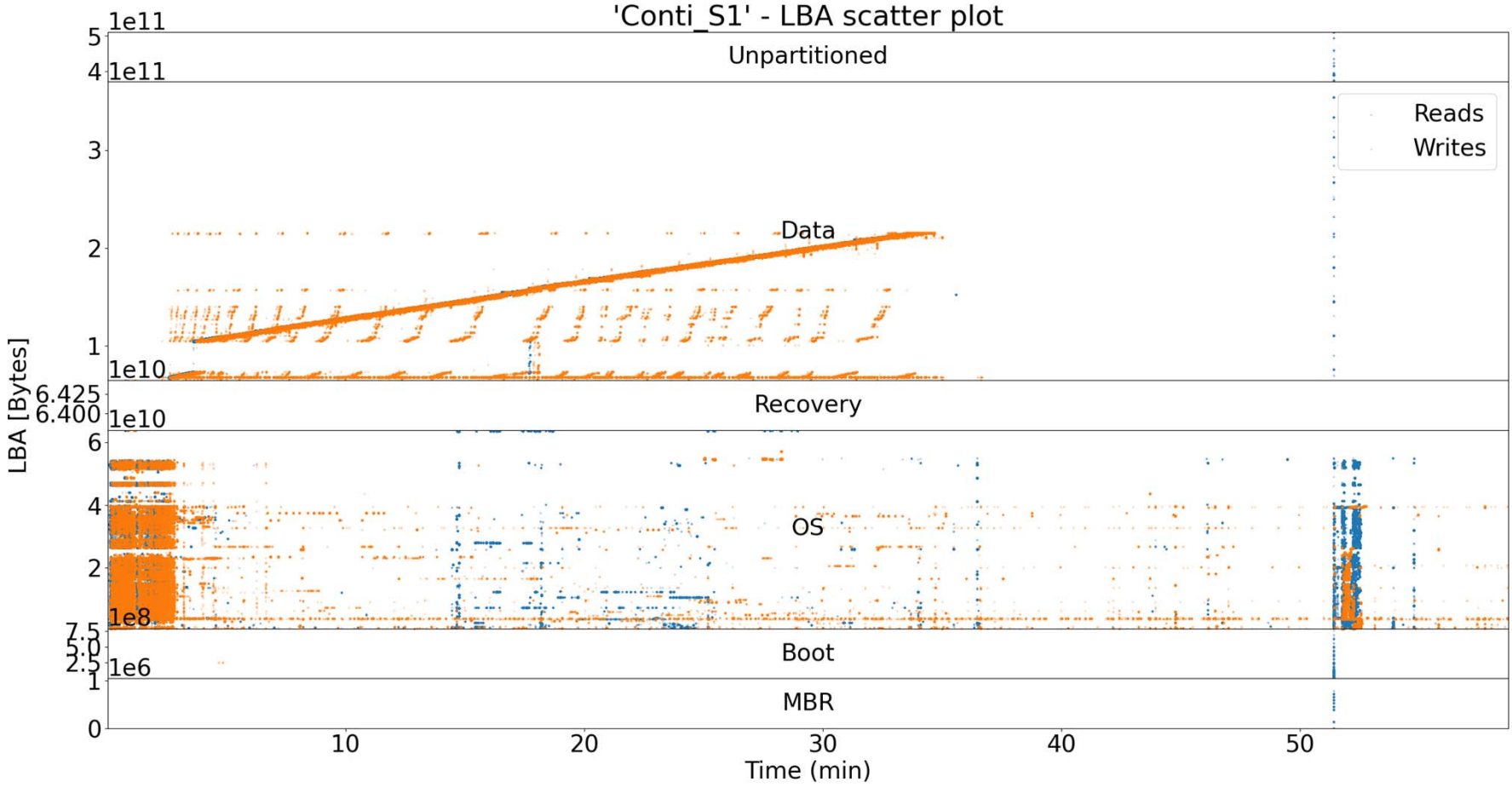


IO activity of ransomware

### Payload encrypted – before and after attack:



# LBA access analysis – Conti - 1 hour



## Cyber Resiliency with IBM Storage FlashSystem

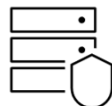
Address cyber threats  
with a holistic approach



### Early Detection and Prevention

AI powered ransomware  
threat detection **at the  
drive, controller and  
fleet level**, with  
FlashCore Modules,  
Storage Virtualize and  
Storage Insights

System-level resilience  
with Multi-Factor  
Authentication and dual  
user controls



### Safe Recovery

Use immutable  
Safeguarded Copies to  
create known clean  
copies of data and  
**recover within 60  
seconds guaranteed**

Integrations with  
leading data protection  
software such as IBM  
Defender, Veeam,  
Commvault, Veritas for  
full business recovery



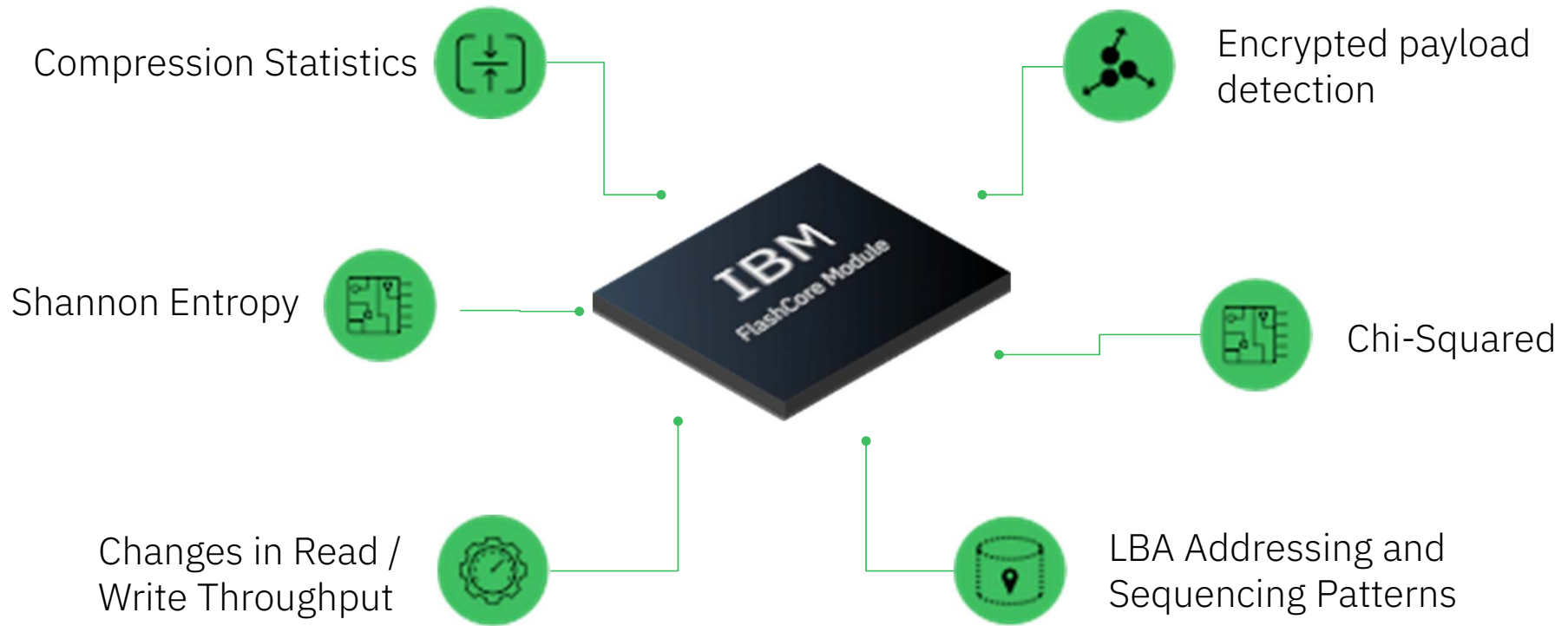
### SecOps Integration

Integrations with SIEM  
and SOAR software  
such as Predatar,  
Qradar and Splunk for  
coordinated response

Orchestration with  
RedHat Ansible for  
**automated recovery**  
playbooks

# Ransomware Threat Detection With FlashCore Module

40+ data statistics analyzed in detection engine



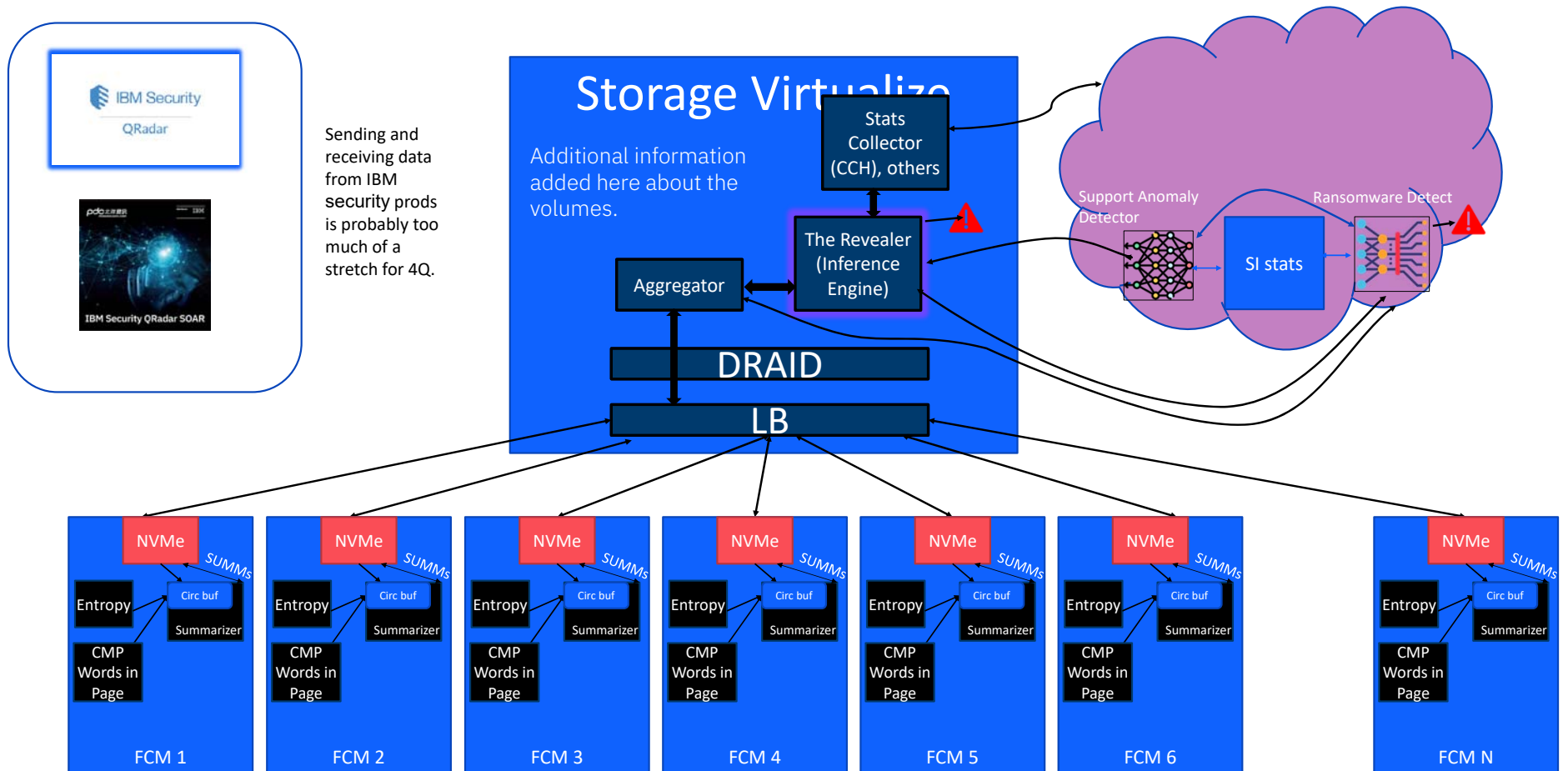
## FCM4 and Ransomware Detection

- FCM4 calculates entropy (estimate of randomness) and change in compression on every IOP
- FCM4 keeps statistics on each IOP like block size, LBA , Rd
- FCM 4 has 2 small RISC cores process all this information
- All this information is statistically summarized into a relatively small amount of information per volume
- These summaries are passed every 2 seconds to an inference engine in Storage Virtualize.

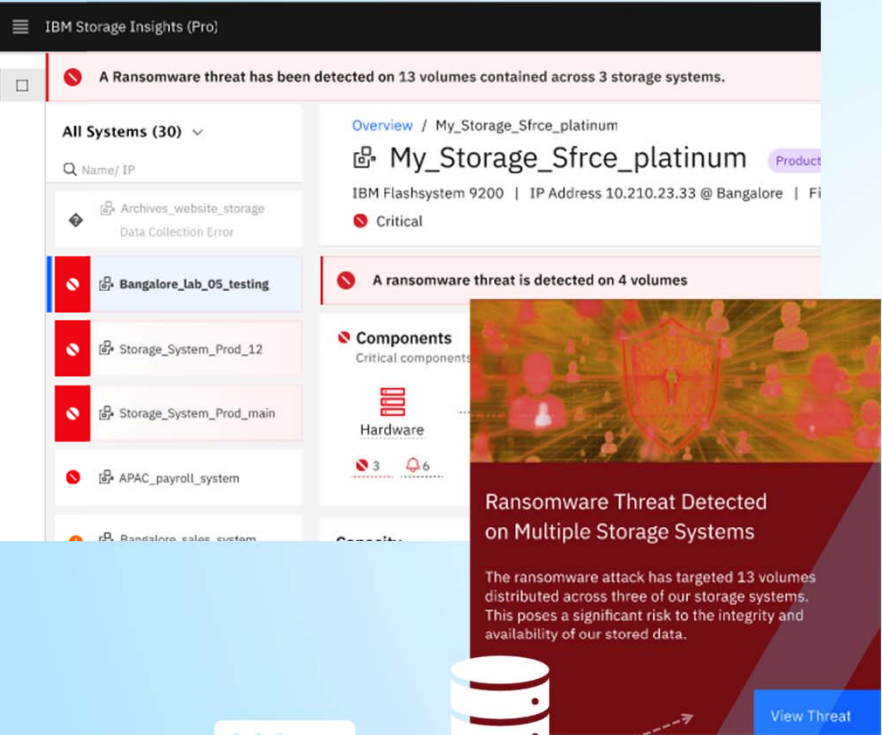




# FlashSystem ransomware detection conceptual model



# Ransomware Threat Detection



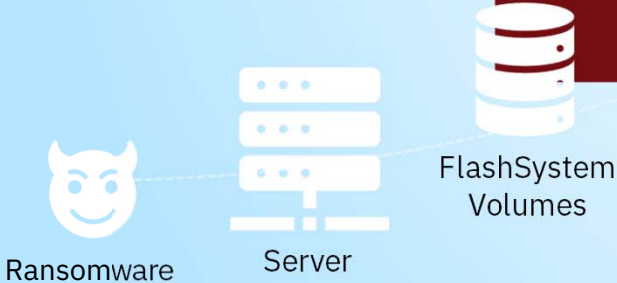
## 2Q24: Alert on Ransomware with FCM4

Using hardware in the FCM4 drives, each I/O is analyzed for multiple vectors of statistics, with signals passed to Storage Insights Pro

Users are warned on a per-volume basis, marking volumes and copies as compromised while the user determines whether the threat is real.

Generate an actionable alert or pass it on to other SIEM software via the open webhook API

Create a feedback loop to help with continuous detection improvements



# Management: Ongoing Detection Improvements

## 3Q24: Using user feedback to tune detection of FCM4 based alerts

If a user determines an alert is a false positive, they can report it  
Data collected related to the alert will be sent back to IBM to investigate  
Changes to the algorithm can be upgraded onto Virtualize devices

**Inline Threat Detection**  
10 Oct 2023, 22:41:56

[Acknowledge](#) [Unacknowledge](#) [Resolve as False Positive](#) [Remove](#)

System ID: **b7c1e970-1644-11ee-a29d-2ba658bf4c78** Resource: **FS9200-2**  
Resource type: **Storage System** Category: **Security**

A storage system volume was detected with an unusual level of activity. IBM Storage Insights has flagged this as an inline threat based on the observed patterns.  
This activity could either be intentional as a part of routine configurations. In some cases this may also suggest a malicious program activity. Please connect with the system administrator to classify the operation.

Affected Volume

Actions

Volume	Status	Hosts
barley_pha7_0	Online (Threat Detected)	2

Showing 1 item | Selected 0 items Refreshed a few moments ago

**Resolve Ransomware alert as false positive** ✕

Resolving clears off the compromised status from associated volumes

Providing feedback on why you think this ransomware was a false positive helps IBM improve the detection.

If this detection was incorrect, tell us why.

- Host compression was enabled, or compressed files were written
- Host encryption was enabled
- This was other expected host activity

Additional comments (Optional) 0/100

Please share any other information with us that you feel relevant

[Cancel](#) [Save](#)

2025: Wiperware detection,  
AI model enhancements

# Using data from the field to improve False Positives

- Original model was based on lab data and injection of ransomware and ransomware simulator
- When an alert is raised, we send back 1 hour's worth of statistics at the time of the alert
- We also sample and send back stats when no alerts – benign workload.
- We train new models with this data from real systems running in the field!
- We continue to inject ransomware to ensure the model is balanced.
- We then release patches and improved models that are more accurate and less false positives.

## False Positives: The Enemy of Security Software



# Field Experience

- Patch process allows upgrade to the Inference engine without affecting data path or requiring upgrade to the Storage Controller code.
- Latest model released in late November is less than 1% false positive rate.
- True positive rate remains very high.