

The world in brief

Catch up quickly on the global stories that matter

America's economy added 177,000 jobs in April, as the unemployment rate remained steady at 4.2%. Economists polled by Bloomberg had expected a gain of 138,000 jobs. The better-than-expected data comes amid concern about the effect of Donald Trump's trade war; GDP figures released on Wednesday showed that [America's economy shrank](#) at an annual pace of 0.3% in the first quarter of 2025.

Reform UK beat Britain's governing **Labour Party** by just six votes in a by-election in Runcorn and Helsby, overturning a huge Labour majority in the constituency in north-west England. Reform, a hard-right party led by [Nigel Farage](#), a cheerleader for Brexit, also made big gains in elections for [English local councils](#) and mayors—chiefly at the expense of the Conservative Party.

Germany's domestic spy agency labelled the hard-right [Alternative for Germany](#) party a “proven right-wing extremist organisation”. The classification—backed by a report detailing breaches of the constitution and the rule of law—is a first for any mainstream modern German party in parliament. The agency may increase surveillance of the AfD, which notched up its best-ever national result in elections in February.

Mr Trump proposed cutting \$163bn from **America's federal budget** next year, including reductions across healthcare, education and energy. Defence and [immigration](#) spending would get a boost. Several Republicans opposed the plan, which is largely seen as a guide for Congress as it negotiates its own version of the budget. A spending bill must be approved by September 30th to avoid a shutdown.

Temu, a Chinese online emporium, said it would stop selling goods shipped from China to American customers. The change [comes as America eliminates](#) the *de minimis* exemption for Chinese wares, which spared packages valued below \$800 from **tariffs**. Temu is instead relying on what it calls “local” sellers, most of which are Chinese companies that have set up shop abroad.

Israel carried out further strikes on **Syria**, targeting an unspecified site near the presidential palace in the capital, Damascus. In a joint statement Binyamin Netanyahu, Israel’s prime minister, and Israel Katz, the defence secretary, said the strikes sent a “clear message” to the Syrian government that Israel would protect the [Druze](#), a religious minority, following the recent outbreak of sectarian violence.

Ireland’s Data Protection Commission fined **TikTok** €530m (\$599m) for illegally transferring European user data to China (TikTok’s European headquarters are in Dublin). The watchdog said the video-sharing app was not transparent about sending data to China and failed to show that Chinese authorities could not access Europeans’ personal information. [TikTok](#) said it would appeal the decision.

Figure of the day: 15 gigawatts, the amount of power that Spain’s electricity grid suddenly lost shortly after noon on April 28th. [Read the full story.](#)



Photograph: Reuters

Drill, maybe, drill

“Liquid gold” is what Donald Trump calls petroleum. Since returning to office his administration has been busy deregulating and reforming the energy sector, all to get American oil companies pumping more. Not so fast. On Friday Britain’s Shell reported net profits of \$5.6bn in the latest quarter, a 28% year on year drop. ExxonMobil and Chevron, the biggest Yankee majors, will also report their quarterly earnings later in the day. Their reports come on the heels of disappointing numbers put up by BP and TotalEnergies, European rivals.

Despite Mr Trump’s support, analysts expect grim profits and an even bleaker outlook for these behemoths. The energy sector looks likely to be the worst performing of the S&P 500 index of big American companies this year. The main culprit is the oil price, which has dropped close to \$60 a barrel of late from an average above \$80 a barrel in 2024. That is because the OPEC group of producer countries has doused the market despite a weak world economy, and indicated it will release even more barrels shortly.

Drip, drip, drop

Brent crude oil price, \$ per barrel



Source: LSEG Workspace



Photograph: Getty Images

America's robust jobs market

America's latest jobs release on Friday was better than expected. The economy gained 177,000 jobs in April—many more than economists had forecast. The unemployment rate held steady at 4.2%.

The labour market is not collapsing—but it will probably soon show signs of cooling. In March the workforce added 185,000 jobs (the figure was revised down on Friday from 228,000). Some of that is due to Elon Musk's [Department of Government Efficiency](#) slashing public-sector jobs. Federal employment fell by 9,000 in April. And because many departures were voluntary buyouts, a portion of the layoffs may not appear in official figures until later this year. On Wednesday GDP data released showed the economy contracting for the first time in three years. Private firms will soon begin bracing for a slowdown in business.

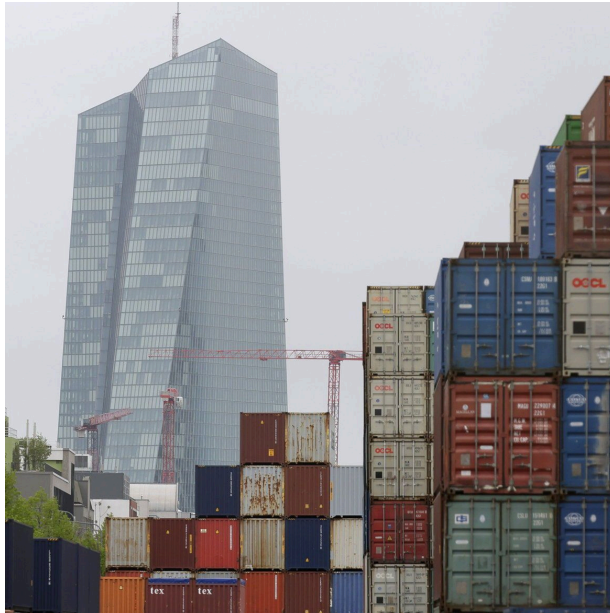


Photograph: Getty Images

Extreme hunger in Gaza

On Friday the International Court of Justice will conclude a week of hearings into the [humanitarian crisis in Gaza](#). Two months have passed since Israel imposed a total ban on food, medicine and other essentials entering the territory. The situation is bleak. The World Food Programme has run out of food to deliver to kitchens, which supplied hundreds of thousands of hot meals each day. All 25 UN-supported bakeries have closed too. Cooking gas is scarce, leaving families to scrounge for wood or rubbish to burn.

Ammar Hijazi, the Palestinian ambassador to the Netherlands, told the court Israel was turning Gaza into a “mass grave”. Israel has refused to participate in the hearings, with the foreign minister calling them a “circus”. Any ruling from the ICJ will be non-binding. Still, Israel must soon decide whether to lift the ban on aid. Politicians insist they will not, arguing it will help Hamas. But the army has quietly urged them to relent.



Photograph: EPA

Euro inflation closes in on target

The economic outlook is dimming across Europe. Germany has lowered its growth forecast to zero; the IMF revised its euro-zone projection for 2025 down by 0.2 percentage points to 0.8%. The European Central Bank will no doubt consider weaker growth when it mulls a probable interest-rate cut in early June.

It will also feel the added pressure from the latest euro-zone core [inflation](#) figures, released on Friday, which put the annualised rate sticking around 2.2% in April, above expectations. Falling energy prices pushed down inflation in March. But inflation in services, which had fallen slightly to 3.5% in March, rose again to 3.9%. That may in part be a distortion caused by the late Easter holiday this year. Luckily, the ECB will get a fresh set of data in May, in time for its June interest-rate meeting.



Photograph: Utopia

A musical detour on screen

If you are a member of Gen x—and you were a slacker or a dork or a poet—you probably listened to Pavement: the quintessential '90s indie-rock band of disaffected dudes from suburban California, all arch lyrics and vocal fry. They never had huge commercial success but they had a devoted fanbase, including Alex Ross Perry, an American filmmaker. “Pavements”, his documentary about the band which opens in New York this weekend before expanding elsewhere, is as delightfully offbeat as its subject.

The film weaves together four bits of footage: from a parody biopic that Mr Ross Perry shot with actors; a jukebox musical set to Pavement tracks; the band’s reunion tour; and an exhibit of its ephemera held in 2022. The effect is to poke fun at the hagiography and clichés of [music movies](#). Wry and slightly ludicrous, the film’s style perfectly matches that of the band. And yet Mr Ross Perry’s fandom is totally sincere.



Illustration: The Economist

Daily quiz

We will serve you a new question each day this week. On Friday your challenge is to give us all five answers and, as important, tell us the connecting theme. Email your responses (and include mention of your home city and country) by 1700 BST on Friday to [\[email protected\]](#). We'll pick randomly from those with the right answers and crown three winners on Saturday.

Friday: Which Serbian-American inventor was a pioneer of the alternating current electricity system?

Thursday: Which company was founded in 1968 by the Beatles to manage their business interests?



Illustration: The Economist

The winners of this week's crossword

Thank you to everyone who took part in our weekly crossword, published in the weekend edition of Espresso. The winners, chosen at random, were:

Stefanos Spyridon, Agios Kyrikos, Greece

Ania Grobicki, Laprade, France

Andy Cayley, Mount Claremont, Australia

They all gave the correct answers of [Mark Carney](#), [Model Y](#), [China](#) and [yields](#). Check back tomorrow for this week's crossword.

*Painting is poetry which is seen
and not heard, and poetry is a
painting which is heard but not
seen.*

Leonardo da Vinci