#### The world in brief

Catch up quickly on the global stories that matter

India launched missile strikes on nine sites in Pakistan and Pakistan-controlled Kashmir, hitting, it said, "terrorist infrastructure". At least 26 people were killed and 46 wounded, according to Pakistan, which accused India of carrying out an "unprovoked, blatant act of war" and of targeting civilians. It also claimed to have shot down five Indian fighter jets, although this has not been confirmed by India. Tensions between the nuclear-armed neighbours rose when militants killed 26 people in Indian-administered Kashmir last month.

Scott Bessent, America's treasury secretary, and Jamieson Greer, the trade representative, said they would meet their Chinese counterparts in Geneva this weekend for **trade talks**. They hope to "de-escalate" the countries' tariff spat, said Mr Bessent. It will be the first such engagement since Mr Trump raised levies on Chinese goods to 145%. China's tariffs on American goods stand at 125%. Mr Bessent has called that "unsustainable".

Meanwhile, China announced some monetary easing. **The People's Bank of China** will cut the percentage of cash that banks must hold in reserve by 0.5 points, injecting roughly 1trn yuan (\$138.6bn) into the economy. It will also lower the seven-day reverse repo rate to 1.4%. The central bank hopes to help the sputtering economy meet its 5% growth target this year.

During a visit to the White House **Mark Carney**, Canada's newly elected prime minister, told **Donald Trump** that his country is "not for sale". "Never say never," Mr Trump responded later. The president has often expressed his desire to turn Canada into America's 51st state. Mr Carney also said that parts of the USMCA, a North American trade pact, would "have to change".

**Friedrich Merz** won enough support in the Bundestag to become Germany's chancellor after a second round of voting. Earlier on Tuesday the leader of the centre-right Christian Democratic Union, which won Germany's federal election on February 23rd, fell six votes short. No other post-war chancellor-designate has lost a first-round vote, which augurs poorly for his ability to govern.

Mr Trump said that **America** would stop bombing **Houthis** in Yemen, after the Iran-backed rebels agreed to stop targeting ships in the Red Sea. It was unclear whether the ceasefire deal was limited to American vessels. Israel, however, struck Sana'a International Airport, in Yemen's capital, in retaliation for the Houthis' firing of a missile that landed near Tel Aviv airport on Sunday.

**Tesla's** sales in Germany and Britain fell by 46% and 62% respectively in April, compared with a year ago, to their lowest levels in over two years. The electric-vehicle firm faces growing competition and a backlash against the politics of its boss, Elon Musk. Rivals have benefited from an increase in demand: Volkswagen and BYD posted healthy sales gains in Britain.

**Figure of the day:** 700%, the increase in price of some food items in Gaza, compared with before the war. Read the full story.

### Merz on tour in Europe

On his first full day as Germany's chancellor Friedrich Merz will travel to Paris and Warsaw, in a symbolic display of his commitment to improve relations with Germany's most important European neighbours. The visits follow a dramatic day in the Bundestag, in which Mr Merz failed to secure a majority in an initial vote—an unprecedented setback for a chancellor-elect in post-war Germany. He won approval only in a second round.

France's president, Emmanuel Macron, hopes to use the meeting to reset relations, which frayed under Mr Merz's predecessor, Olaf Scholz. Mr Merz's call for Europe to become more "independent" from America was welcomed in Paris, as was his decision to exempt most defence spending from Germany's constitutional debt brake. But differences remain on trade and other matters. In Warsaw, meanwhile, Mr Merz will need to allay the fears of Donald Tusk, Poland's prime minister, over Germany's plans to tighten border controls.

## Who will be the next pope?

Can anyone stop Cardinal Pietro Parolin? The right-hand man of the late Pope Francis is the punters' favourite to succeed him. The 70-year-old Italian has the advantage of presiding over the conclave to elect a pope that begins in the Vatican on Wednesday.

But he faces two main challenges. First, conservative cardinals think he is too progressive. They are a minority in an assembly whose members were mostly appointed by Francis, a liberal. But the conservatives have clout: their rich American backers could help the Vatican's finances, which are in a dire state.

Second, liberals are not united behind Cardinal Parolin, who has spent most of his career as a Vatican diplomat. Many progressive cardinals favour a pope with more pastoral experience. Vaticanwatchers reckon that if the conclave reaches no decision within four or five ballots, the white smoke will rise for someone else.

#### The Fed holds as tariffs bite

When officials from America's Federal Reserve meet on Wednesday, they are expected to keep interest rates steady at 4.25–4.5%. Donald Trump's tariffs are beginning to bite: consumer confidence has dipped. Although the levies were not yet in effect during the first quarter, GDP still shrank at an annualised rate of 0.3%.

Even so, the economy is not yet weak enough to warrant a cut. The labour market remains solid: employers added 177,000 jobs in April, above last year's monthly average, and unemployment held at 4.2%, near historic lows. Meanwhile core inflation, at 3.5%, is still well above the Fed's 2% target.

The decision will frustrate Mr Trump, who has long pushed for looser policy. Over the weekend he repeated that he would not fire Jerome Powell, the Fed's chair, despite earlier threats to do so. Still, markets now expect cuts of nearly a percentage point by year-end, as tariffs continue to drag on growth.

#### Journalists v robots at the New York Times

Thousands of newspapers have been crushed by the internet, which has siphoned away the advertising revenue that kept them afloat. Not so the *New York Times*, which has signed up paying readers from all over the world. On Wednesday it is expected to report more than 11.1m digital-only subscribers, with a 7-10% year-on-year increase in subscription revenue in the first quarter. Donald Trump's newsy first months in office have helped, but many subscribers also come for games, recipes and other extras.

Now artificial intelligence presents two new threats to the news industry. One is copyright: the *Times* is suing OpenAI and its partner, Microsoft, for training their models on *Times* articles without permission. The other concerns search. Many readers come to news sites via links thrown up in search-engine results, but AI-powered search queries now generate complete answers, making many readers think there is no reason to click through. Investors—and other papers—are watching how the *Times* responds.

## A spectacular concert on film

Many recent concert films trade on nostalgia, featuring legacy acts like Led Zeppelin and Pink Floyd. Cornucopia, which captures Bjork's 2019–23 tour, is radically different. The Icelandic singer's performance blends virtual reality with live theatre: digital projections nod to 19th-century magic-lantern shows, while dancers and musicians in balletic costumes move through shifting, otherworldly sets.

The music is more avant-garde oratorio than pop. In place of familiar instruments are a magnetic harp, a flute septet, a choir and experimental percussion, including water drums. Bjork reworks songs from across her career into strange, textured arrangements. The result resembles a sci-fi version of "A Midsummer Night's Dream"—a surreal world of mythic creatures, nature spirits and high-tech illusions. Björk performs as a tiny masked marionette made flesh—a nod to the interplay between the organic and the mechanical.

## **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 GMT on Friday to [email protected]. We'll pick randomly from those with the right answers and crown three winners on Saturday.

**Wednesday:** What was Rocky Balboa's nickname in the boxing movies?

**Tuesday:** What deadly game does Christopher Walken play in a memorable scene in "The Deer Hunter"?

# Bigotry tries to keep truth safe in its hand with a grip that kills it.

## Rabindranath Tagore