

The world in brief

Catch up quickly on the global stories that matter



Photograph: Anadolu via Getty Images

An “initial inquiry” released by the **Israel Defence Forces** claimed troops attacked Nasser hospital in southern **Gaza** on Monday after identifying a “camera that was positioned by Hamas”. At least 20 people were killed, [including five journalists](#). On Tuesday the UN said that there “needs to be justice” for the attack. Meanwhile protesters in Israel called for the release of hostages and an end to the war.

Donald Trump said he had several “good people” in mind to replace **Lisa Cook** on the Federal Reserve’s board, but that he would abide by any court decision that left her in her job. Ms Cook’s lawyers indicated that she would sue to block [Mr Trump’s “illegal” attempt to sack her](#). The Fed also said it would abide by any court decision.

Mr Trump followed through on his threat to impose a 50% **tariff** on most goods arriving to America from **India**. The president imposed levies of 25% earlier this month, but has doubled the rate in an attempt to punish [India for buying Russian oil](#). The White House has argued that these purchases are helping fund Russia’s war in Ukraine.

SpaceX's Starship, the world's largest and most powerful rocket, made it up to space and back down to Earth during its tenth test flight. The largely successful mission is a boost for Elon Musk, SpaceX's boss. The previous three tests of the [Starship launch system](#) all failed to meet their intended goals. One blew up on the ground in June.

Officials in **Pakistan** warned that the Punjab region faces “very high to exceptionally high” danger of flooding. Earlier this week India alerted its neighbour about possible cross-border flooding as it planned to release water from overflowing dams. It was the first public contact between the countries since a [four-day conflict](#) in May. Weeks of heavy rain have battered the region. Rescuers have evacuated more than 150,000 people.

Howard Lutnick hinted that the Trump administration was considering buying stakes in **defence companies**. Speaking to CNBC, the commerce secretary called Lockheed Martin, an arms manufacturer, “basically an arm of the us government” and said that defence procurement had “been a giveaway”. Lockheed's shares jumped on the news. Last week America's government took a 10% stake in [Intel](#), an ailing chipmaker.

Trump Media and Technology Group, the Trump family's media firm, said it would create a “digital asset treasury company” with Crypto.com, a currency exchange, and Yorkville Acquisition, a blank-cheque firm. The new company plans to raise \$6.4bn to buy CRO, the digital token native to Crypto.com. America's president [favours crypto-friendly laws](#); his family has gradually expanded its digital-asset portfolio.

Figure of the day: 54,000, the number of exit bans issued by Chinese courts last year, more than double the 24,000 in 2022. [Read the full story.](#)

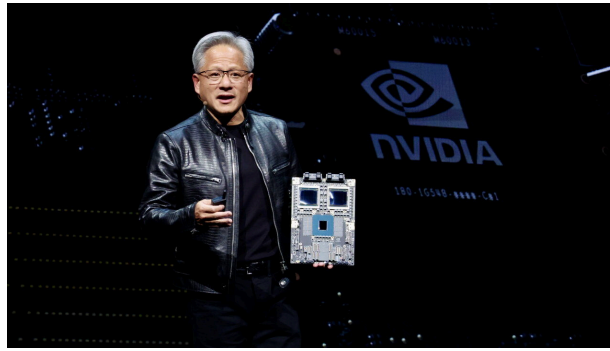


Photograph: Reuters

Donald Trump's war on the Fed

On Sunday Donald Trump declared that he wanted to [fire Lisa Cook](#), a governor of the Federal Reserve, over claims she had lied on mortgage applications. Ms Cook has not been charged with any crime, although the Department of Justice says it plans to open an investigation. She has refused to resign, calling her would-be sacking unlawful.

Pressure on the Fed has been rising for months. Mr Trump wants the central bank to cut interest rates faster—a tall order when tariffs have kept inflation above its 2% target. He has mused about firing Jerome Powell, its chairman, citing a costly renovation of the Fed's offices in Washington as a potential pretext. But the president's power to dismiss top Fed officials is legally uncertain and, so far, untested. A Supreme Court ruling from 1935 prevents the president from firing governors “without cause”. But [recent rulings](#) by the justices have weakened that precedent. What happens next will be up to the courts.



Photograph: Shutterstock

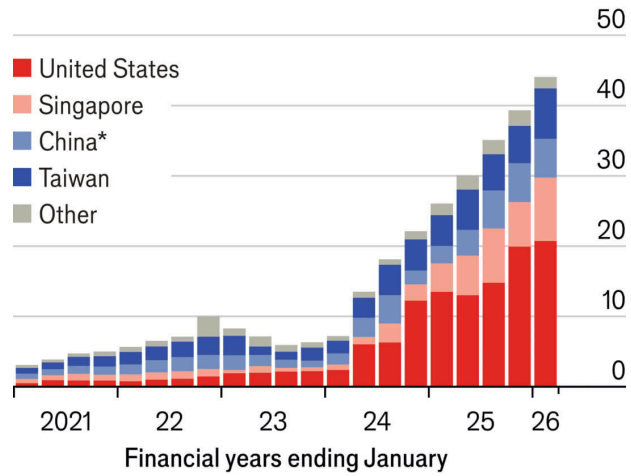
China clouds Nvidia's horizon

Nvidia, an American chipmaker, is expected to issue a strong earnings report on Wednesday. Booming demand for artificial-intelligence kit among America's tech giants continues to drive revenue, especially as shipments of its new Blackwell chips increase. The world's most valuable company has unofficially guided that second-quarter revenues will be \$45bn, but analysts expect it to beat that by at least \$1bn.

Its third-quarter outlook could rise to \$54bn or more. Whether it can go higher will depend on geopolitics. Earlier this month, the Trump administration granted Nvidia permission to resume [sales to China](#) of its H20 chips, which Nvidia devised to comply with American export controls. But the Chinese government warned that the chips were a security risk and discouraged customers from buying them. Nvidia is now lobbying Donald Trump to allow sales of modified Blackwell chips to China. If it succeeds, revenues could climb. But Mr Trump wants America's government to receive a cut of such sales—one that would dent Nvidia's profits.

Veering off course

Nvidia, revenues, \$bn



Source: S&P Global

*Including Hong Kong



Photograph: AP

Europe rallies behind Moldova

Moldova declared independence from the Soviet Union on August 27th 1991. On Wednesday France's president, Germany's chancellor and Poland's prime minister will visit to help Maia Sandu, Moldova's president, prevent the country from falling back into [Russia's orbit](#). Emmanuel Macron, Friedrich Merz and Donald Tusk see Moldova (home to 2.4m people, including Russian and Romanian speakers, and wedged between Ukraine and Romania) as vital to European security.

Ms Sandu, an anti-corruption campaigner and stalwart ally of Ukraine, has been guiding the country through its candidacy for membership of the European Union. She was re-elected last year despite facing disinformation and vote-buying, allegedly [orchestrated](#) by Russia and its allies in Moldova. Her party is likely to lose its majority in a parliamentary election on September 28th. France is particularly concerned. Its cyber-agency works closely with Moldova's, and Mr Macron has his own experience with Russian meddling. European leaders hope that the high-profile visit helps Ms Sandu shore up support.



Photograph: Getty Images

CrowdStrike rides the AI wave

On Wednesday CrowdStrike reports quarterly earnings. The outlook for the American cyber-security giant is strong, reflecting a boom across the sector. Global spending on cyber-security is expected to reach \$213bn this year, up from \$193bn in 2024. The NASDAQ CTA Cyber-security Index, which tracks big firms that provide digital defences, has jumped by more than 20% in the past 12 months. CrowdStrike's stock is up by more than 55% over the same period.

Artificial intelligence is the big driver. Smarter models are improving detection of malware, vulnerabilities and suspicious network behaviour. Some firms, including CrowdStrike, are also investing in “agentic” systems that respond to threats automatically. But the AI arms race cuts both ways. Criminals are [using the technology](#) to generate stealthier malware and more convincing phishing lures. In April the FBI reported that America's losses to internet crime in 2024 had surged to \$17bn, up by a third on the previous year.



Photograph: Getty Images

The battle for surfing's crown begins

On Wednesday the World Surf League opens its nine-day window to crown its champions for 2025. Surf competitions depend on conditions, which is why the league gives itself more than a week to run the finals. This year they are held at Cloudbreak, a remote reef break off the coast of Fiji. Its waves are known for their speed and size, making them some of the most difficult—and spectacular—in the world to surf.

The format rewards consistency. Since January, surfers have competed at 11 locations worldwide. The top five men and women now face off in Fiji in head-to-head heats: fifth versus fourth, the winner against third, and so on, until a challenger meets the top seed.

Australia's Molly Picklum leads the women's field, which also includes two American former champions: Caroline Marks and Caitlin Simmers. Brazil's Yago Dora tops the men's rankings. The sole former champion in the men's draw is the fifth seed, Italo Ferreira, but he will need a spectacular run to take the title.



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.

Wednesday: Which Bobby Goldsboro song was the best-selling record worldwide in 1968?

Tuesday: What type of people did Karl Marx and Friedrich Engels call upon to “unite” in the Communist Manifesto?

*Words are but the vague shadows
of the volumes we mean.*

Theodore Dreiser