

The world in brief

Catch up quickly on the global stories that matter



Donald Trump announced a trade deal with the European Union, avoiding a transatlantic tariff war, after meeting Ursula von der Leyen, the president of the European Commission, at his Turnberry golf resort in Scotland. The agreement includes a 15% [tariff](#) on most EU goods—half the rate Mr Trump had threatened—and European commitments to buy American energy and military equipment.

Meanwhile the **White House** demanded “dramatically lower” interest rates ahead of the Federal Reserve’s meeting this week, [escalating pressure](#) on Jerome Powell, the chair. Mr Trump’s officials accused Mr Powell of acting too slowly and criticised a \$2.5bn renovation of the Fed’s headquarters. The president wants rates slashed from 4.25-4.5% to 1%; the Fed is expected to hold rates steady, deepening tensions.

Friedrich Merz, Germany’s chancellor, urged **Binyamin Netanyahu** to deliver aid to Gaza’s “starving” civilians and called for an immediate ceasefire. Earlier the Israeli army said it would temporarily halt [operations](#) in parts of **Gaza** to allow in humanitarian aid. It said the “tactical pause” would take effect in Al-Mawasi, Deir al-Balah and Gaza City every day between 10am and 8pm until further notice.

Ukraine launched a [drone attack](#) on **St Petersburg**, forcing its airport to shut for five hours. Vladimir Putin was in the city for Navy Day, a holiday honouring Russia's fleet. The usual naval parade was cancelled for security reasons, replaced by a smaller ceremony. Russia said it intercepted over ten drones near the city and 291 nationwide. One woman was injured.

Iran executed two members of MEK, a banned opposition group, for attacking “administrative facilities, educational and charity centres”, among other sites. They were convicted of *moharebeh*—waging war against God. The men were arrested in 2022. Amnesty International said they were tortured and denied a fair trial. Iran's execution rate is rising: over 900 executions were carried out in 2024, the highest since 2015.

Fighters from the **Allied Democratic Forces**, a group linked to Islamic State that originated in Uganda, killed 38 people in an attack on a Catholic church in Komanda, a city in eastern **Congo**. Worshippers were attending a night mass when the rebels stormed the building with guns and machetes. At least 15 others were injured, and several remain missing. Violence in the region is surging.

Profits at **China's** big industrial firms fell for a second straight month in June, according to data from the National Bureau of Statistics. Earnings dropped by 4.3%, compared with a year earlier. In May they plummeted by 9.1%. The government is trying to crack down on unbridled competition and spiralling price wars between firms, which it has dubbed “[involution](#)”.

Word of the week: *Tongzhi*, the Chinese word for “comrade” (which is now used as slang by gay people to refer to themselves). [Read the whole story.](#)



Photograph: Getty Images

The blame game as Gaza ceasefire talks break down

After nearly three weeks of indirect talks between Israel and Hamas, the [negotiations](#) for a ceasefire to end the war in Gaza have broken down. On Thursday Israel and America announced they were recalling their teams from Doha. The American envoy, Steve Witkoff, blamed Hamas and said America “will now consider alternative options”. Hamas had insisted that in the interim 60-day truce period Israel retreat to a narrow band of territory on Gaza’s borders, in exchange for the release of half of the remaining Israeli hostages it has been holding for over 21 months.

Israeli diplomats say Hamas has toughened its demands because of the international condemnation of Israel over reports of [starvation in Gaza](#). Hamas, they say, feels it now has the diplomatic upper-hand. They warn that Hamas will only be further emboldened by France’s forthcoming recognition of a Palestinian state, the first G7 state to do so. The move has already been condemned by America and Israel.



Photograph: Getty Images

Farewell to the closing bell

Stock exchanges are getting ready to [trade all night](#). The New York Stock Exchange and the Nasdaq have both applied for regulatory permission to do so; the London Stock Exchange is reportedly considering something similar. Nasdaq expects to be open around the clock by the second half of 2026.

They are late to the party. Currencies, American Treasury bonds and crypto assets have been traded through the night for years. Online stockbrokers, meanwhile, have already started to let clients execute orders outside of exchanges' opening hours, through alternative platforms.

But open-all-hours exchanges will be a logistical nightmare. The witching hours are currently when all manner of dull, yet vital, post-trade processes take place, from settlement and valuation to the reconciliation of mistakes. With no pause to trading, there will be no time for the financial plumbing to clear—nor for traders to rest in the knowledge that the market is resting with them. The old-fashioned trading day will be much missed.



Photograph: Alamy

Women's football triumphs in Switzerland

The Women's European Championships, which conclude on Sunday with the final between Spain and England, have been a huge [success](#). Switzerland was a smart choice of host: mid-sized stadiums have been full of fans and atmosphere. Logistics have been stereotypically smooth. The number of tickets sold, more than 600,000, breezed past the record of 574,000 set at the 2022 tournament in England. Administrators have remained behind the scenes, as they failed to do at the recent gaudy Club World Cup for the men, held in America.

The final pits the two best teams against each other. Of the rest, only Italy exceeded expectations. But there have been none of the drubbings that occurred in previous championships, when there was less talent in women's football. What the game needs now is for second-tier sides, such as Portugal and Belgium, to give their women's teams the excellent infrastructure they have for men's football—and put the squeeze on the established giants.



Photograph: Getty Images

AI-ndiana Jones

Unlike Indiana Jones, real archaeologists rarely wield bullwhips or run into Nazis. But technology undreamt-of by Jones will now make their jobs more exciting. Aeneas, an AI model from Google DeepMind and the University of Nottingham, can pinpoint to within 13 years the actual date that Latin text was inscribed onto stone or tablets. Even more enticingly, it can act as a sort of compendium of Latin literature, suggesting how disparate texts could be linked.

Meanwhile, at the University of Bologna researchers used AI to identify four previously unknown archaeological sites in Mesopotamia. They trained an AI model on declassified military-satellite imagery from the 1960s, when many digs in the same area were still visible before being trampled by development. The scientists then asked the AI to identify similar, potentially fruitful sites today. Without AI, the researchers say, the sites would have been overlooked.



Illustration: The Economist

Mini crossword

We now publish an interactive edition of our crossword twice a week, allowing you to enter and check the answers, and see explanations, instantly. Try it [here](#). Or, if you prefer to do things the old-fashioned way, use the grid below.

Our crossword has two sets of clues, one for seasoned cruciverbalists and the other for less experienced solvers. Both give the same answers, all of which feature in articles in this week's edition of *The Economist*:

Cryptic

1 across With some vinegar, lick a strong-smelling ingredient (6)

2 across City is only one, we're told (5)

3 across Scientist is unfamiliar with origins of time or numbers (6)

1 down Conqueror: he hangs king, violently (7,4)

Straight

1 across A species in the Allium genus (6)

2 across Where the Gangnam district can be found (5)

3 across Who discovered the force of gravity (6)

1 down Long ago leader of Mongolian horsemen (7,4)

Email all four answers, along with your home city and country, by 9am BST on Monday to [\[email protected\]](#). We will pick randomly from those with the right answers and crown three winners in next week's edition.

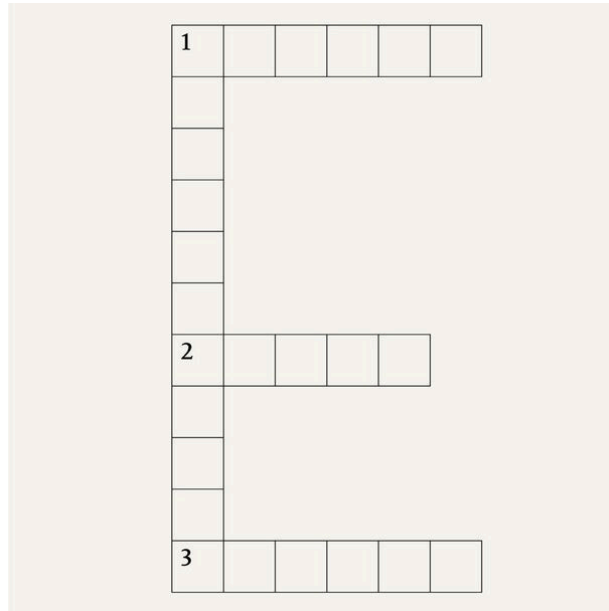


Image: The Economist



Illustration: The Economist

The winners of this week's quiz

Thank you to everyone who took part in this week's quiz. The winners, chosen at random, were:

Hélène Tremblay, Gatlineau, Canada

Felipe Silva Mendez, Santiago, Chile

Avinash Subramaniam, Chennai, India

They all gave the correct answers of: Brian Jones, Jimi Hendrix, Amy Winehouse, Jim Morrison and Kurt Cobain. The theme is that they are all members of the "27 club", the informal name for rock stars who died at that age.

*I don't feel old. I don't feel
anything till noon. That's when it's
time for my nap.*

Bob Hope