

The world in brief

Catch up quickly on the global stories that matter



Photograph: Reuters

Nvidia became the first company to reach a market capitalisation of more than \$4trn. The chipmaker has [shrugged off concerns](#) over Donald Trump's tariffs and the rise of Chinese artificial-intelligence firms. Shares in the American company rallied by almost 3% on Wednesday before falling slightly. Nvidia has been on a rapid rise: it only hit a valuation of \$1trn in 2023.

Mr Trump announced tariff rates for seven more countries. He has now threatened higher levies for 20 trading partners; if they don't [strike trade deals](#), the tariffs, postponed several times over, will take effect on August 1st.

Linda Yaccarino said she would step down as the chief executive of Elon Musk's social-media site, X, after two years in the job. During her tenure, the platform ditched its original name, Twitter, and loosened its content-moderation rules. The former advertising executive thanked Mr Musk for giving her the "responsibility of protecting free speech" and "turning the company around".

Russia launched its biggest aerial attack on **Ukraine** so far, firing almost 730 drones and around a dozen ballistic and cruise missiles at its neighbour. The strikes mainly targeted central and western Ukraine. The [embattled country's air force](#) claimed to shoot down

most of the drones and around half of the missiles. On Tuesday Mr Trump criticised Vladimir Putin, saying that Russia's leader throws "a lot of bullshit" at America.

America reported its highest number of **measles** infections in 33 years. At least 1,288 [cases were reported](#) in the first seven months of 2025, according to the Centers for Disease Control and Prevention. The previous peak—1,274 cases—was in 2019, when there was an outbreak in New York. In 2000 America declared it had "eliminated" the virus from the country.

Israel's prime minister, Binyamin Netanyahu, said his discussions with Mr Trump on Tuesday focused on the release of Israeli hostages in **Gaza**. It was Mr Netanyahu's second such meeting with America's president during a visit to Washington. Earlier, Steve Witkoff, America's special envoy to the Middle East, suggested a 60-day ceasefire could be [agreed](#) between Israel and Hamas "by the end of this week".

Financial police raided the headquarters of France's **National Rally**, according to the hard-right party's president. Jordan Bardella said that around 20 armed police entered the party's office in Paris and seized documents related to election campaigns. In March Marine Le Pen, the party's candidate in the past three presidential elections, was [barred from running for office](#) for five years owing to embezzlement charges.

Figure of the day: 10,000 rupees (\$115). The fine for drinking booze without a permit in Mumbai (and up to six months in prison). [Read the full story.](#)



Photograph: Getty Images

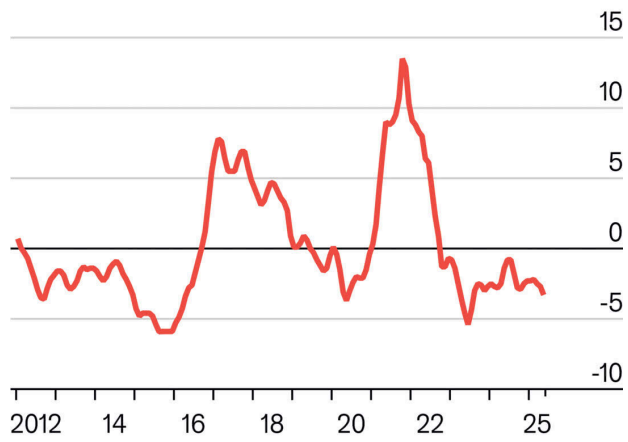
China's self-defeating competition

If people stand up in the theatre, everyone else has to stand up too. They all get tired and no one gets a better view. Similarly if a firm cuts prices, its rivals may have to follow suit. Everyone loses profits and no one gains market share. Both are examples of what the Chinese call *neijuan*, or involution. This self-defeating competition has contributed to [Chinese deflation](#). Official figures on Wednesday showed that China's factory-gate prices fell by 3.6% in June, compared with a year earlier—the 33rd consecutive month of decline.

China's policymakers are finally taking notice. “‘Involutionary’ competition has caused great harm,” said a party journal this month. But China's deflation is not just the product of excess competition. It also reflects inadequate demand. Consumer confidence is low, household saving is high and not enough people are buying property. Too many firms are standing up in their seats. But too many customers are also avoiding the show altogether.

Groaning tables

China, producer prices,
% change on a year earlier



Source: Haver Analytics



Photograph: Getty Images

The annual billionaires' bash

On Wednesday media and technology moguls will gather for what is dubbed the billionaire summer camp in Sun Valley, Idaho. Organised by Allen & Co, an investment bank that tries to keep the guest list and programme secret, its regulars have included Jeff Bezos and Bill Gates. The pair and many other tycoons were only recently at [Mr Bezos's star-studded wedding](#) in Venice in late June, which may have upstaged the Sun Valley shindig.

Unsurprisingly, [Donald Trump](#) will be a topic of conversation. His [latent tariff threats](#) on imports from cogs in the semiconductor supply chain, such as Japan and South Korea, will affect the tech industry. Media barons will gossip about [Paramount's decision last week](#) to pay \$16m towards the president's future library to settle a lawsuit related to a CBS interview. Perhaps the most touchy subject concerns tech firms' use of copyrighted media content to train artificial-intelligence models. After recent court rulings in favour of Anthropic and Meta, tech is winning that battle for now.



Photograph: Reuters

Trump's fuzzy deadline for British steel

It is a flip of a huge steel coin. On Wednesday Britain's steelmakers may learn whether they will face a tariff of 50% on exports to America—or sell at least some tariff-free. In May, when Sir Keir Starmer, the prime minister, and President Donald Trump announced a trade deal, it seemed that a quota of British steel would incur no levy. But when Mr Trump jacked up general steel tariffs to 50% last month, he set Britain's rate at 25%. Negotiations would continue, with a final decision on or after July 9th.

According to Jonathan Reynolds, Britain's business secretary, the obstacle to a deal is America's insistence that steel be “melted and poured” in Britain to merit preferential treatment. But one company, Tata Steel, is for now only processing imported solid [steel in Britain](#). Mr Reynolds is worried about the home front too. As Mr Trump's tariffs divert other countries' steel from America, he is tightening Britain's own import quotas.



Photograph: Reuters

Spain's Sánchez in a sea of troubles

With two of his right-hand men in the ruling Socialist Party [charged with corruption](#), and one of them detained pre-trial last month, Pedro Sánchez faces the worst crisis of his seven years as Spain's prime minister. His efforts to turn the page at a party meeting on July 5th did not go as planned either. One of his nominees for a top job resigned following allegations of sexual harassment.

On Wednesday Mr Sánchez said he would create a new anti-corruption agency and take other clean-up measures. That seemed to be enough for his hard-left and nationalist allies to keep him in office for now. But his troubles may not be over. Many believe there is more dirt involving party figures to come. Calls are mounting for him to submit to a motion of confidence. He will resist as long as he can, at the cost of political paralysis for Spain. His reliance on allies means he has struggled to get much done in this parliament. His chances of pushing through meaningful legislation are fading fast.



Photograph: dpa

Museum Island in Berlin at 200

On July 9th, 1825 the foundation stone was laid for Germany's first purpose-built art museum. Five years later, the *Altes Museum* (Old Museum) dazzled the public with Prussia's collection of classical works from ancient Rome and Greece. It was the first of the six that make up Berlin's Museum Island, in the middle of the River Spree, today.

A five-year celebration of 200 years of Museum Island begins on Wednesday. A special exhibition will include paintings and drawings from the museum's founding period, as well as 19th-century photographs of the site before it was destroyed during the second world war. There will also be sculptures and statues from the museum's first exhibition in 1830. The real highlight **won't come until 2037**, though, with the long-awaited reopening of the jewel in the Museum Island crown: Pergamon Museum, which has a first-class collection of ancient near-eastern, Hellenistic and Islamic art. Though its southern wing will open in 2027 already, the full refurbishment is now more than **40 years behind schedule**.



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 Scottish actor has portrayed both Hannibal Lecter and Logan Roy?

Tuesday: Which singer-songwriter is best known for the song "Fast Car"?

*Thought can never capture the
movement of life, it is much too
slow.*

U. G. Krishnamurti