Catch up: the EU's "strong plan" for Trump's tariffs; China's drills around Taiwan



Ursula von der Leyen, the president of the European Commission, said the European Union has a "strong plan to retaliate" against Donald Trump's tariffs and that "all instruments are on the table". America's president is expected to announce a fresh round of tariffs on "all countries" on Wednesday. Mrs von der Leyen said the EU still hoped for a "negotiated solution".

China began military exercises around **Taiwan** to "serve as a stern warning" against Taiwanese independence. In a propaganda video, China called Lai Ching-te, Taiwan's president, a "parasite". Taiwan's defence ministry said it had activated land-based missile systems in response and called China the "biggest troublemaker in the international community".

BYD delivered nearly 1m cars in the first quarter of 2025, up 58% from one year earlier. The Chinese firm, which said that over 40% of the cars it shipped were electric vehicles, recently reported that

its sales rose above \$100bn for the first time last year. BYD's soaring sales come as those of Tesla, its American rival, have fallen in Europe.

During a visit to Moscow, **China's** foreign minister, Wang Yi, told Russian state media that his country was ready to play a "constructive role" in achieving peace in Ukraine and that it welcomed warming relations between Russia and America. But he added that America would not divide China and Russia, suggesting the countries were "forever friends, never enemies".

OpenAI raised \$40bn in a funding round led by SoftBank, a Japanese investment group. The deal values the artificial-intelligence startup at \$300bn, making it one of the world's most valuable private firms. OpenAI said it would use the money to "push the frontiers of AI research even further". It also promised to release a cheaper and more accessible AI model in the coming months.

The **euro zone's** annual inflation rate was 2.2% in March, down from 2.3% in February, according to a flash estimate. The European Central Bank, which has cut interest rates six times since last summer, will decide whether to lower rates again at its next meeting on April 17th. The ECB aims for an inflation rate of 2%.

Cory Booker gave an all-night speech in **America's Senate** to rail against the Trump administration's "recklessness". The Democratic senator from New Jersey began speaking on Monday evening and vowed to continue as long as he was "physically able". He was still speaking 14 hours later. The protest could disrupt Senate business if it lasts after the chamber is due to convene at noon local time.

Figure of the day: 45%, the proportion of Americans who attend church. Read the full story.

How is America's economy faring under Donald Trump? Assess the performance of stocks, the dollar, cryptocurrencies and other economic indicators on our presidential tracker.

Elon Musk spends big on Wisconsin's judicial race



Voters in Wisconsin are turning out on Tuesday (though many have already voted) to pick a judge for the state's supreme court. The race is technically non-partisan, but in reality it is anything but. On one side is Brad Schimel, a conservative judge who previously served as the state's Republican attorney-general; on the other is Susan Crawford, a liberal judge from Madison, the state capital. But the biggest personality in the race is Elon Musk.

Republicans are worried that if Ms Crawford wins, a liberal majority on the court could approve new congressional maps. That could cause their party to lose two seats in Congress. Mr Musk's political action committees alone have spent more than \$20m on the race, attracting controversy. Voters are being paid \$100 to sign a petition denouncing "activist judges" (that is, Ms Crawford); Mr Musk personally handed over cheques worth \$1m to two petition signers. Will it work? Wisconsin will know more on Tuesday.

The EU waits for a trade war



Just before Easter the European Central Bank will have to decide whether to cut interest rates again. By then it will have been able to assess the likely impact of a trade war on euro-zone growth. Donald Trump is due to present his idea of what a reciprocal trade policy looks like this Wednesday.

The bank will also consider the latest inflation data, released on Tuesday. The headline annual rate was 2.2% in March, down from 2.3% in February, according to a flash estimate. Analysts were watching services inflation, stubbornly high at 4% year on year during most of 2024, especially closely. The rate eased slightly, from 3.7% in February to 3.4%. The central bank will look out for any new signs of inflation; industrial producer prices have recently started to climb. But with Europe's economy under threat from tariffs, the ECB may well decide to cut rates on April 17th.

Trump's deportations of "alien enemies" at SCOTUS



On Tuesday America's Supreme Court will examine whether Donald Trump has the authority to deport alleged members of Tren de Aragua, a Venezuelan gang deemed a "foreign terrorist organisation". A judge blocked deportations on March 15th after the government had flown several hundred suspected TdA members to a prison in El Salvador without hearings. A divided appeals court upheld this ruling on March 26th. On Friday the administration asked the justices to let it resume deportations under the Alien Enemies Act, a law from 1798 that allows presidents to summarily remove enemies during wartime.

The government argues that the lower courts are frustrating its mission to "extirpate TdA's presence" in America. As one of several emergency appeals before the justices, the case highlights an escalating confrontation between the Trump administration and the judiciary, which the government accuses of subverting the separation of powers. The Supreme Court could rule at any time.

France's foreign-policy shift



On Tuesday France takes over the monthly rotating chairmanship of the United Nations Security Council. But with multilateral institutions sidelined by big-power rivalries, the role of the UN's top body—and with it the voices of France and Britain, two of the five permanent members—feels increasingly marginal. Instead, President Emmanuel Macron is focusing his diplomatic efforts to secure Ukraine from Russian aggression (and counter America's disengagement from Europe) on building ad hoc alliances within Europe.

Mr Macron is quietly satisfied that his plea for greater European strategic autonomy is now being taken seriously by his European peers, including staunch Atlanticists. Most notable has been the bond he has forged with Britain's prime minister, Sir Keir Starmer, over their effort to put together a "reassurance force" for Ukraine. The pair are sending their military chiefs to Kyiv, Ukraine's capital, to assess matters. So far there has been little talk of involving the UN in any peacekeeping mission—except from Russia's leader, Vladimir Putin.

Liza Minnelli's life as cabaret



Perhaps it is not surprising that Liza Minnelli became a famous performer—her mother, after all, was Judy Garland, a defining figure of Hollywood's golden age. Yet as "Liza: A Truly Terrific Absolutely True Story", a new documentary, shows, Ms Minnelli trod her own path.

She had a rich voice and dance ability from an early age, but those raw materials were refined by various collaborators. Bob Fosse, a choreographer and film-maker, guided Ms Minnelli to an acclaimed turn in "Cabaret". Charles Aznavour, a French singer, inspired her vocal performances. Halston, a fashion designer, turned her girlish look into something more suave. By 1990 she had become an EGOT (winner of an Emmy, Grammy, Oscar and Tony award).

Fame took a toll on Ms Minnelli, as it had on Garland. But, unlike her mother, Ms Minnelli did not succumb entirely to drug addiction. The film ends with her, in her late 70s and rather frail, belting out "But the World Goes 'Round" by the piano.

Daily quiz



The Economist

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 QuizEspresso@economist.com. We'll pick randomly from those with the right answers and crown three winners on Saturday.

Tuesday: Which song, about a street in Liverpool, was on a double A-side single with "Strawberry Fields Forever"?

Monday: Which acting twins later set up a fashion studio called "The Row"?

You cannot enslave a mind that knows itself.

Wangari Maathai