TUESDAY, MAY 25, 2021 ~ VOL. CCLXXVII NO. 121

DJIA 34393.98 ▲ 186.14 0.5%

NASDAQ 13661.17 ▲ 1.4%

STOXX 600 445.07 ▲ 0.1%

10-YR.TREAS. ▲ 6/32, yield 1.608%

GOLD \$1,884.60 A \$7.90

EURO \$1.2217

### What's News

### Business & Finance

A mazon is nearing a deal to buy the Hollywood studio MGM for almost \$9 billion including debt, a pact that would turn a film oper-ation founded in the silent era into a streaming asset for the e-commerce giant. At

- Ghosn is preparing for
   voluntary meeting with a voluntary meeting with French investigators who plan to question him next week about payments he made as head of Renault. A1
- ◆ U.S. stocks rose, with the Nasdaq, S&P 500 and Dow advancing 1.4%, 1% and 0.5%, respectively. B11
- ◆ China's efforts to re-strain cryptocurrency trad-ing and mining are adding to the wild moves in bit-coin and other markets. B1
- ♦ U.S. shale drillers Cabot and Cimarex said they plan to merge in an all-stock deal that would combine firms oper-ating in different regions. **B1**
- ◆ Bank of America's Mer-rill Lynch Wealth Manage-ment unit banned trainee bro-kers from making cold calls in their search for new clients. B1
- ◆ Sales of new collateral-ized loan obligations are hitting records, lifted by a recovering economy and demand from investors. B1
- ◆ Lordstown Motors said it faces higher-than-ex-pected costs, is cutting its 2021 production forecast by at least 50% and needs to raise more capital. B3
- ◆ Nielsen's finance chief is allocating funds to a new TV-ratings platform after the sale of the company's market-analytics business earlier this year. B4

### World-Wide

- ◆ EU leaders agreed to impose a new round of sanctions against Belarus and ban its airlines from entering the bloc's airspace and airports, a day after Lukashenko, the country's president, forced a plane carrying a dissident journalist to land and then had been added to the country of the country of the carrying a dissident journalist to land and then had been the country of th him arrested. Al. A6
- \*\*A Biden sent Secretary of State Blinken to the Middle East in an effort to safeguard the cease-fire between Israel and Palestinian militant group Hamas following 11 days of intense fighting. A6
- ◆ New York City public schools won't offer remote learning this fall, requir-ing students to return to classrooms in September, Mayor de Blasio said. A3
- \*\*A\*\* Florida's governor signed a bill aimed at making big tech platforms more accountable for their content decisions, a move with political overtones that appeared likely to draw legal challenges. A4
- The FAA has determined that Mexico's oversight of aviation falls short of toptier international standards and plans to downgrade the country's safety rating. A10
- ◆ Opposition to the Tokyo Olympics opening in two months has deepened in Japan and spread to some prominent business lead-ers in that country. A10
- ◆ Scientists are making strides toward restoring lim-ited vision to people affected by a previously irreversible form of blindness caused by retinitis pigmentosa. A3

CONTENTS



### National Guard Winds Down Mission in Nation's Capital



MOVING OUT: Troops from the National Guard prepare to leave Washington, D.C., Monday as their task of providing security for the U.S. Capitol following the Jan. 6 attack concludes. The Guard will end its mission Wednesday, the Pentagon said. A4

# **EU Moves to Isolate Belarus** After Plane Was Forced Down

European Union leaders agreed to impose a new round of sanctions against Belarus and ban its airlines from enter-ing the bloc's airspace and air-

By Benjamin Katz, Parmy Olson and Ann M. Simmons

ports, a day after the country's president forced a plane carrying a dissident journalist to land and then arrested him.

Lithuania has already stopped flights from leaving or arriving through Belarus airspace. U.K. Foreign Secretary

Dominic Raab said Britain was

Dominic Raab said Britain was suspending the operating permit of Belarus's national airline and advising U.K. airlines to avoid the former Soviet country's airspace.

The EU called for the release of the journalist, 26-year-old Roman Protasevich, and his traveling companion, along with a full investigation of the incident.

On Sunday, President Alexander Lukashenko of Belarus ordered a jet fighter to force a Ryanair commercial aircraft to land as it was passing through Belarus airspace. Authorities

arrested Mr. Protasevich before allowing the plane to continue its Journey.

The incident has raised questions over the legality of the plane's grounding. Mr. Raab condemned the incident as "a shocking assault on civil aviation and an assault on international law," which "represents a danger to civilian flights everywhere."

A video of Mr. Protasevich, which circulated on opposition social-media accounts on Monday, showed him in a dark sweatshirt, saying he was in a pretrial detention facility in

Minsk, had no health problems

Minsk, had no health problems and was being treated in accordance with the law.

"Right now, I am continuing to cooperate with investigators and making confessions regarding my role in organizing mass unrest in Minsk," he said, seated with hands clasped.

Exiled Belarusian opposition leader Svetlana Tikhanovskaya said he looked as though he had been forced to make the video.

Please turn to page A6

### Amazon Closes In On Deal For MGM

With price of almost \$9 billion, film studio would build streaming assets for tech giant

Amazon.com Inc. is nearing a deal to buy the Hollywood studio MGM Holdings for almost \$9 billion including debt, said people familiar with the matter, a pact that would turn a film operation founded in the silent era into a streaming asset for the e-commerce giant.

By Juliet Chung, Joe Flint and Erich Schwartzel

An agreement could be made public as early as this week, people close to the situation said, assuming the talks don't fall apart at the last minute. The deal would mark Amazon's second-largest acquisition in history, behind its \$13.7 billion purchase of Whole Foods in 2017, and highlight the premium that content is commanding as streaming

Foods in 2017, and highlight the premium that content is commanding as streaming wars force consolidation and drive bigger players to bulk up with assets.

The privately traded MGM was valued around \$5.5 billion, including debt, last December. Its stock price has soared in recent days, from about \$105 a share in mid-May, before talks were reported. The share price reached \$150 Monday afternoon, after The Wall Street Journal reported news of the expected deal.

The fabled movie and TV studio had around \$2 billion of long-term debt at the end of March. It has long been considered in play, but hired investment banks LionTree LLC and Morgan Stanley late last Please turn topage A4

◆ TV networks stick to the familiar with new shows..... B1

### INSIDE



**BUSINESS & FINANCE** 

Cold calling goes the way of the landline for trainee brokers at BofA's Merrill. B1



SPORTS

Exuberant crowds of fans are back, and competitions begin to feel normal again. A16

## The Wuhan Lab Leak Debate: Disused Mine at Center Stage

Not predominant hypothesis, yet scientists call for deeper probe

DANAOSHAN, China—On the outskirts of a village deep in the mountains of southwest China, a lone surveillance camera peers down toward a disused copper mine smothered in

By Jeremy Page, Betsy McKay and Drew Hinshaw

dense bamboo. As night approaches, bats swoop overhead. This is the subterranean home of the clos-est known virus on Earth to the one that causes Covid-19. It is also now a touchpoint

for escalating calls for a more thorough probe into whether the pandemic could have stemmed from a Chinese laboratory.

In April 2012, six miners here fell sick with a mysterious illness after entering the mine to clear bat guano. Three of them died.

Chinese scientists from the Wuhan Institute of Virology were called in to investigate and, after taking samples from bats in the mine, identified several new coronaviruses.

Now, unanswered questions about the miners' illness, the viruses found at the site and the research done with them have elevated 

Please turn to page A12

### **Ghosn Braces for Next Legal Battle**

BEIRUT—Pugitive ex-auto executive Carlos Ghosn said he is content with his life in Lebanon and ready for his next challenge—dealing with a team of French investigators who plan to question him next week about payments he made as the head of Renault SA.

Mr. Ghosn in late 2019 evaded trial in Japan over allegations of financial misdeeds as the head of Nissan Motor Co. by fleeing the country in a concert-gear box. In an interview, he said he has been preparing for the voluntary meeting with the French investigators through hourslong sessions with his lawyers.

"I've been looking forward to it," he said from an antique armchair in a boutique hotel here. "I would have liked them to come much earlier." As the center of gravity of Mr. Ghosn's legal jeopardy moves from Japan to France, the 67-year-old denied wrong-doing in both venues. He also Please turn to page A10

### Nail Polish and Teeth Whitener Are All the Rage Now

'Everyone wants to look their best' as America starts to reopen

Americans are cleaning up nicely.

As vaccination rates climb and restrictions on human interaction ease, shopping carts are filling up with items designed to facilitate people's rentry into civilization instead of toilet paper and baking flour.

our. Deodorant, teeth whitener

and condoms are in high demand. Sales of perfume, nail polish, swimsuits, sunscreen, tuxedos, luggage and alarm clocks are climbing fast, according to companies that make these products and large retailers.

When the mayor of Washington, D.C., announced that bars and clubs would fully reopen in June, Landen Lama, a

25-year-old political consul-tant thought, "I have a month to get ready." He ordered teeth-whitening gel on-line, has been using more facial treatment masks and tanning outside, he said. "It will be awkward meeting strangers again."

said. "It will be awward meeting strangers again," he said. "Everyone wants to look their best." The surge in grooming products and travel gear Please turn to page A2

Don't sweat it

**D¢LL**Technologies

# As-a-service.



# FINANCIAL TIMES

### Buy now, pay later

Tech-savvy creditors need proper regulation — PATRICK JENKINS, PAGE 6

### Arming Africa

Europe's risky move to insert its



### Divided America

Black workers still playing catch-up

# Belarus faces threat of western sanctions after 'aviation piracy'

'Outraged' US demands inquiry • Russia warned of concerns • Merkel calls for captive's release

AMMES SHOTTER - WARSAW
JASHINE CAMERON-CHILESHE — LONDON

EU leaders was last night preparing to
punish the Minsk regime for intercepting a Ryanal rilight as the UK warned
airlines to avoid Belarus airspace and
banned the eastern European country's
national carrier from its airports.

The White House joined condemnation of Sunday's interception of the Ryanair flight and detention of Roman Protasevich, a leading opposition activist.

"We are outraged," said press secretary
Jen Psaki, calling the flight diversion a
brazen affront to international peace
and security by the regime in Belarus.

"We demand an immediate, international, transparent and credible investigation of this incident," she said, adding
that the US had directly conveyed its
concerns to Russia as well as Belarus due
to the two countries' close relationship.

Ryanair branded the rerouting of its
flight from Athens to Vilnius an "act
of aviation piracy" while several Buropean airlines including Latvia's airBakic
and Scandinavia's SAS said that they
would stop using Belarusian air space.

Volodymy? Zelensky, Ukraine's president, also instructed his government to
beal all direct flights from Ukraine to
Belarusia and to prohibit any flights from
Ukraine over its neighbours' airspace.

Belarus and to prohibit any flights from Ukraine over its neighbour's airspace. The UK, EU and US are exploring a

The UK, EU and US are exploring a range of possible sanctions, officials said, as UK foreign secretary Dominic Raab described the forced landing and detention of Protasevich as "danger to civilian flights everywhere".

German chancellor Angela Merkel demanded the immediate release of Protasevich and his partner, Sofia Sapega. "We will demand this, and at the same time discuss what measures we can take against Belarus," she said before a European Council meeting.

One EU idea being explored is to target the business interests of oligarchs who are financiers of the Belarus regime, EU



Jana Shostak protests outside the embassy of Belarus in yesterday - Tomasz diplomats said. This would hurt Lukashenko and his allies while avoiding more

enko and his allies while avoiding more sweeping economic sanctions that could harm ordinary Belarustian.

Other sanctions being considered by the EU's 27 leaders include banning Belavia, the national atriine, from EU airports; declaring the country's air-space unsafe, and extending travel bans and asset freezes aircady imposed on dozens of officials in Minsk over rights abuses, according to EU diplomats.

Franak Viacorka, an aide to Belarus's exiled opposition leader Sviatlana Tsikhanouskaya, called for a no-fly zone over Belarus. He also urged more sanctions on its lucrative oil and potash sectors, crucial providers of revenue for revenue for revenue for revenue for revenue for

Lukashenko's 27-year regime.

Relations between Brussels and

Minsk have deteriorated after last year's presidential polls and the crackdown that followed. In December, European leaders imposed sanctions on Lukashenko and other regime members.

Belarus is still part of the "Eastern Partnership" the EU has with six states close to Russia's border, enjoying privileges such as a visa-facilitation agreement launched last year. The EU had once hoped to draw Minsk from the Kremilin's orbit but that ambition

We demand an immediate. international, transparent and credible investigation'

White House press secretary

Psaki said the US was co-ordinating

Psaki said the US was co-ordinating with bilateral partners and multilateral groups including Nato. Belarus's foreign ministry branded the criticism of its action as "baseless", while Russia called the EU response "shocking".

Belarusian media said Lukashenko personally gave the order to divert the flight carrying 171 passengers from Greece to Lithuania on Sunday. Belarusian officials said a MicZ-9 flighter jet had been scrambled to escort the airliner to Minsk following a bomb scare, which they later conceded was "false".

Merkel said that Belarus's explanations for the landing of the aircraft were "completely implausible".

FT View page 16

- ► Gupta aims to sell three UK steel plants Metals magnate Sanjeev Gupta has put three Princh Metals magnate Sanjeev Gupta has put three British steel sites up for sale as part of a wider restructuring and has held talks with Credit Suisse on a standstill deal over \$1.2bn in debt.— PAGE 6; BANK FAILS, PAGE 8
- ► WHO wants first rights to jabs for Covax The World Health Organization has urged Covid-19 The World Health Organization has urged Covid-19 vaccine developers to give its international Covax scheme for distributing jabs globally the right of first refusal on all extra doses they manufacture.—PAGE 3
- ► Cimarex and Cabot reveal \$17bn merger Shale oil producer Cimarex and Cabot have disclosed a "merger of equals" that will create a group with an enterprise value of \$170n, the latest deal in a wave of US energy consolidation.— PAGE 8, LEX, PAGE 18
- Price of iron ore dives on China warning

The price of steelmaking ingredient iron ore fell after China signalled that it would focus on cooling prices, warni of "excessive speculation".

PAGE 10; LEX, PAGE 18



- BBC reviews culture after Diana furore Britain's national broadcaster has launched a review into its editorial practices after a backlash sparked by a damning report into its landmark interview 25 years ago with Diana, Princess of Wales.— PAGE 4
- ► US to impose sanctions over Tigray war Washington is to impose sanctions on Ethiopian and Etitrean officials who it says are "responsible for perpetrating" a but all war in the Tigray region amid growing foreign pressure to end the conflict. PAGE 4

40 Learnt history of racial inequality Paid attention to Issues of racial inequality

Tried to support minority owned business

# G7 nears global tax deal that aims to

#### Obstacles bar Biden's path to shake-up of US policing

Washington is likely to miss a deadline set by President Joe Biden to reach an agreement on federal police reform by today, the anniversary of George Floyd's murder. The impasse highlights the challenge that the White House faces: the Democrats' wafer-thin Senate majority means that the reformabili will need the support of at least 10 Republican lawmakers to become law. Report > PAGE 4

Meport ► PAGE 4
Has BLM changed the arts? ► PAGE 14
Notebook ► PAGE 16

# curb profit shifting by multinationals

CHRIS GILES — LONDON JAMES POLITI — WASHINGTON

The Group of Seven advanced econo-mies are close to agreeing a corporate tax deal for multinationals, paving the way for a new global levy for the largest companies this year.

companies this year.

A G7 pact, which could be sealed as early as this week, would be a big step towards reaching a formal deal between the wider G20, which is being negotiated by the OECD in Parls.

A new global deal would lead to the largest shake-up in international corporate taxation for a century, curtailing the ability of companies to shift profits to low-tax jurisdictions and ensuring that US digital groups paw more tax in the US digital groups pay more tax in the countries where they make sales. The Biden administration has been pushing hard for the G7 to agree to a new

global tax regime, which will spur on the OBCD to reach a final deal in the coming months. The US last week scaled back its plans for a global minimum corporate tax rate, lowering the level from 21 per cent to 15 per cent to increase its appeal internationally.

It also reassured other countries that it was serious in its offer to allow a slice of the global profits of the largest multi-nationals to be taxed based on the location of sales. The two "pillars" of the deal are inseparable.

In recent weeks, the US has grown confident that it has most of the G7 on board with its plans, which built on blueprints drawn up by the OECD last year. Germany and Italy, which is chairing the G20, have been vocal supporters of a global minimum tax.

Danlele Franco, Italy's finance minispected in the search of the case of the

Daniele Franco, Italy's finance minis-ter, said the latest US proposal was World Markets

"another important step" and the pros-pects for a global deal on international tax reform were "now concrete". France and the UK have put more

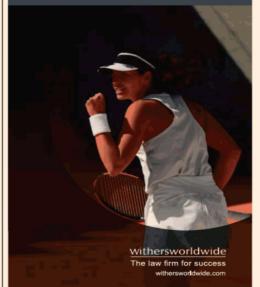
France and the UK have put more weight on the location of tax payments. International officials described the UK as having been "difficult" in talks. But in London, ministers and officials insisted they wanted to make sure that both elements of the deal were prioritised. UK officials said their position had not changed but those close to the talks said there had been some movement and an accord at the G7 level was likely.

The G7 does not have a formal role in the process but the US, Japan, Germany, the UK, France, Italy and Carada make a powerful bloc in other forums.

The group is holding a virtual meeting of ministers on Friday and an in-person London meeting on June 4 and 5 where the deal could be agreed, officials said.

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NEW YORK BARS

ONLINE LEARNING

FOR FALL CLASSES

BIG STEP TO RECOVERY

One of First Major Cities

to Act in Absence of U.S. Guidance

By ELIZA SHAPIRO

New York City will no longer have a remote schooling option come fall, Mayor Bill de Blasio said Monday, a major step toward fully reopening the nation's larg-est school system and a crucial marker in the city's economic re-covery after more than a year of disruptions caused by the pan-demic.

demic.

The announcement represents the single most important decision the city was facing on school reopening, and means that all students and staff members will be back in buildings full time. Many parents will also be able to return to work without supervising their children's online classes, which could prompt the revitalization of entire industries and neighborhoods.

VOL. CLXX . . . No. 59,069

NEW YORK, TUESDAY, MAY 25, 2021

### E.U. Squeezes Belarus Leader For 'Hijacking'

### Putin Backs Regime — West to Ban Flights

#### By ANTON TROIANOVSKI

MOSCOW — The tray tables ere being raised and the seat acks returned to their upright positions as passengers on Ryanair Flight 4978 prepared for the scheduled landing in the Lith-uanian capital, Vilnius. Then the plane made an abrupt U-turn.

reyamar Figur 4978 prepared for the scheduled landing in the Lithuanian capital, Vilnius. Then the plane made an abrupt U-turn.

For many passengers, it initially seemed like one of those unespected delays in airline travel. The propose of the plane had been diverted to Minsk, the capital of Belarus, one passenger — Roman Protasevich, a prominent Belarusian opposition journalist who had been living in exile since 2019 — grew terrified, certain that he faced arrest.

"He panicked because we were about to land in Minsk," Marius Rutkauskas, who was sitting one row ahead of Mr. Protasevich, told the Lithuanian broadcaster LRT upon arrival in Vilnius.

Sunday's ordeal — described by many European officials as an extraordinary, state-sponsored hiacking by Belarus to seize Mr. Protasevich — quickly led to one of the most severe East-West flare-ups in recent years.

Meeting Monday evening in Brussels, European Union leaders called on all airlines based in the sand began the process of banning Belarusian airlines based in the sand began the process of banning over the bloc's airspace or landing over the bloc's airspace or landing in its airports — effectively severing the country's direct air conections to Western Europe.

The measures represented a harsh Western broadside against Aleksandr G. Lukashenko, Belarus's authoritarian president, who is already under E.U. sanctions for rights violations over his brutal repression of protests last year. There was no indication, however, that the intensified squeeze would alter Mr. Lukashenko's resolve — especially with President Vladimir V. Putin of Russia steadfast in Continued on Page AII



Wielding paper airplanes in Warsaw in protest of Belarus.

FALLOUT The E.U. and Britain

New York's pledge of in-person classes was deemed essential. "We've got to understand we're leaving Covid behind," the mayor said.

### Israel Grows Less Reliant On U.S. Aid

Israel, a small country sur-Israel, a small country surrounded by adversaries and
locked in conflict with the Palestinians, depends absolutely on
American diplomatic and military support. By
tary su

over its actions.
That's the conventional wisdom, anyway. For decades, it was true: Israeli leaders and voters alike treated Washington as essential to their country's sursivel

essential to their country sour-vival.

But that dependence may be ending. While Israel still benefits greatly from American assist-ance, security experts and politi-cal analysts say that the country has quietly cultivated, and may have achieved, effective autono-my from the United States. "We're seeing much more Israeli independence," said Vipin Narang, a Massachusetts Insti-tute of Technology political scien-tist who has studied Israeli strat-egy.

egy.
Israel no longer needs American security guarantees to protect it from neighboring states, with which it has mostly made peace. Nor does it see itself as needing American mediation in Continued on Page A10

### New Worry Over State Revenues: They're Soaring

### By JIM TANKERSLEY and ALAN RAPPEPORT

and ALAN RAPPEPORT
WASHINGTON — From California to Virginia, many states that faced devastating shortfalls in the depths of the pandemic recession now find themselves flush with tax revenues because of a rebounding economy and a soaring stock market. Lawmakers who worried about budget cuts are now proposing lucrative increases in school spending, tax cuts and direct payments to their residents.

cuts and direct payments to their residents.

That turnaround is partly the product of strong income tax receipts, particularly in states that heavily tax high earners and the wealthy, whose finances have fared well in the crisis. The unexpectedly rosy picture is raising pressure on President Biden to repurpose hundreds of billions of

### G.O.P. Presses Biden to Redirect Aid Toward Infrastructure

dollars of federal aid approved

dollars of federal aid approved this year, in order to help fund a potential bipartisan infrastructure deal.

Last week, Senator Mitt Romney, Republican of Utah, suggested that Mr. Biden and Republican negotiators look to "some of the funding that's been sent to states already under the last few bills" to help pay for that agreement. "They don't know how to use it," Mr. Romney said. "They could use that money to finance part of the infrastructure relating to roads and bridges and transit."

Some economists and budget experts support that push, arguing that the money could be better spent elsewhere and that states' spending plans could add to a risk of rapid inflation breaking out across the country. Other researchers and local budget officials say that the federal aid is rescuing harder-hit cities and states, like New York City and Hawaii, from a cascade of layoffs and spending cuts.

like New York City and Hawaii, from a cascade of layoffs and spending cuts.

Biden administration officials say they continue to support distributing the full \$350 billion in state, local and tribal aid that was contained in the \$1.9 trillion economic assistance package that Mr. Biden signed in March. They say the aid will help ensure that the economic rebound does not repeat the years of state and local budget cutting that followed the Continued on Page A17

Continued on Page A17

entire industries and neighborhoods.

"You can't have a full recovery without full-strength schools," Mr. de Blasio said during an appearance on MSNBC's "Morning Joe."

New York is one of the first big cities in the country to remove the option of remote learning altogether for the next school year. Gov. Andrew M. Cuomo said on Monday that he expected all schools in the state to reopen full-time in the fall.

As virus cases drop across the country, and with no uniform federal guidance on the issue, officials in each state are weighing their options.

Gov. Philip D. Murphy of New Jersey announced last week that the state would no longer have remote classes come fall. Leaders in Massachusetts and Illinois, along with San Antonio, have said there will be extremely limited remote options.

Education officials in Florida

options.

Education officials in Florida have indicated they will significantly reduce or even eliminate online classes next school year. Gov. Gavin Newsom of California has said districts will have to offer in-person classes this fall, but can also provide remote instruction. Houston, one of the largest districts in the country, will keep a remote option for fall, as will Philadelphia.

delphia.

While Mr. de Blasio's announcement eliminated the largest logistical obstacle to fully reopening the school system, he still has to convince hesitant families and staff that it's safe for schools to return to normal.

staff that it's safe for schools to re-turn to normal.

This school year, the majority of the city's roughly one million stu-dents — about 600,000 — stayed home for classes. A disproportion-ate number of the families who chose online learning were non-white, a reflection of the harsh health outcomes suffered by Black and Latino families in par-ticular when the city became a global epicenter of the virus last spring.

global epicenter of the Virus has-spring.

The mayor also said that teach-ers and school staff members, who have been eligible for the vac-cine since January, will no longer be granted medical waivers to work from home. Nearly a third of city teachers are working re-continued on Page A7

### Poets Risk Their Lives to Save Myanmar's Soul Against Junta

After the first and second poets were killed, the third poet wrote a poem.

They shoot at heads

But they do not know That revolution lives in the heart.

After the third poet was killed, e fourth poet wrote a poem. Don't let your blood run cold Pool your blood for this fight.

After the fourth poet was killed, his body consumed by fire on May 14, there was no verse. At least for

a moment.

Poetry remains alive in Myan-mar, where unconventional weap-

ons are being used to fight a military that has killed more than 800 people since it staged a coup on Feb. 1 and ousted an elected government. For some democracy activists, their politics cannot be separated from their poetry.

Sensing the power of carefully chosen words, the generals have imprisoned more than 30 poets since the putsch, according to the National Poets' Union. At least four have been killed, all from the township of Monywa, which is a center of fierce resistance to the coup.

Continued on Page A9

A Georgia park's plan to put the Civil War into fuller context frustrates critics on all sides. Page A12.

### A Texas Retreat's Tranquillity Is Rattled by a SpaceX 'Ball of Fire'

BOCA CHICA, Texas — The text arrived late at night: For your own safety, leave home by morn-ing, it read. Nancy and James Crawford, no longer surprised but still unsettled, raced away in their

S.U.V. after sunrise, occasionally twisting their necks to catch a glimpse of the space rocket tower-ing behind them. Moments later, the Crawfords, who are in their 70s, watched from

who are in their 70s, watched from a 12th-floor balcony on South Pa-dre Island, a few miles up the coast, as the rocket shattered on impact during an attempted land-

ing, spreading fiery debris along the sand dunes and tidal flats. The building shook, Mr. Crawford recalled, and in the distance, there was "a ball of fire."

"It was exciting," echoed his with we had stayed home."

Home for the Crawfords is a remote coastal community a stone's

throw from Mexico, a village so small that water has to be trucked in. With a single road in that ends at the shoreline, it has long at-tracted people eager to escape congested cities, and retirees ea-ger to escape the harsh winters of the North and Midwest.

Continued on Page A14



INTERNATIONAL A8-11

### New Zealand's Returnees allure of safety and splendor in a demic has given New Zealand a

rare chance to regain its talent. PAGE A8

Locked Out of Power in Samoa The country's incumbent prime min-ister has rejected his successor, despite her party's election win. PAGE All NATIONAL A12-18

### Calls to End Border Expulsions

President Biden is under pressure to end Title 42, a rule justified as a public health measure during the pandemic, which turns migrants away. PAGE A16

### Hands Off the Press

The White House appeared to affirm that the Justice Department would not seize data from reporters. PAGE AI7

TRACKING AN OUTBREAK A4-7

### Vaccine Shortage in Delhi

Officials in the Indian capital region have pledged to avert another wave, but drug supplies are tight. PAGE A4



SPORTSTUESDAY B7-9

### Time to Pack Up the Fans

as the team moves to Buffalo. PAGE B7

### High Risk, Not Much Reward

Simone Biles pulled off a gymnastics move that no one else dares to use. It gained no extra points. PAGE B8

BUSINESS BLG

### Tech Trial Wraps Up

A federal judge will decide the antitrust suit filed by Epic — and perhaps the future of the \$100 billion market for iPhone apps. PAGE B1

OPINION A20-21 Paul Krugman

### A 'Hamilton' Star's Comic Shot

At 50, Renée Elise Goldsberry follows up her stage success by playing a delu-sional diva reuniting a girl group in the streaming series "Girls5eva." PAGE CI



## Global Traffickers' Thorny Prey

The popularity of rare Chile among collectors is fueling black market that further is species facing extinction. arket that further imperils



### Pressure on UC to let in locals

Lawmakers push plan to cut nonresident enrollment in half. The university resists.

By Teresa Watanabe

As the University of California faces huge demand for seats — and public outcry over massive rejections by top campuses in a record application year—state law-makers are considering a plan to slash the share of out-of-state and international common for more local residents.

The state Senetaria

dents.

The state Senate has unveiled a proposal to reduce the proportion of nonresident incoming freshmen to 10% from the current systemwide average of 19% over the next decade beginning in 2022 and compensate UC for the lost income from higher out-of-state tuition.

This would ultimately allow nearly 4,600 more Callfornia students to secure freshmen seats each year, pected at UCLA, UC Berkeley and UC San Diego. The share of nonresidents at those campuses surpasses the systemwide average, amounting to a quarter ofincoming freshmen. UC, however is pushing back, saying the plan would limit its financial flexibility to raise needed revenue and weaken the benefits of a geographically broad student body.

"It's not about ending out-of-state students—they really add to the mix and the seat of the system of the plan this month. "We just have to make sure there's enough spaces for in-state students."

The question of who should get a coveted seat in the nation's premier public research university system has raged for years, as legislators are perennially pummeled by constituent complaints about UC access. The issue has signited political freworks, a scathing reforms and extensive polity work into how to accommodate the growing number of qualified California applicants amid limited funding and space.

and space.

Although the UC system
is constitutionally autonomous and controls its own
enrollment decisions, state
lawmakers have used their
power over purse strings to
compel UC to adopt their di-

New charges for ex-UCLA doctor

James Heaps, a former gynecologist, now faces 21 counts of sexual abuse after grand jury indictment is unsealed. CALIFORNIA, B1

## Belarus faces EU sanctions

European Union pans nation for "hijacking" passenger jet in order to arrest opposition journalist. world, as

### U.K. Black Lives

U.K. Black Lives activist is shot Sasha Johnson is in critical condition after drive-by. Police say she may not have been the target. world, A3

Weather Mostly sunny. L.A. Basin: 84/63. **B6** 





A SCULPTURE of a raised fist marks what is now known as George Floyd Square in Minneapolis. Many in the city say they have seen their lives change profoundly since Floyd's murder by police on May 25, 2020.

# The year that changed a city

On the anniversary of George Floyd's death, residents of Minneapolis reflect on policing, protests and community



TOMME BEEVAS, shown at his restaurant, Pimento Jamaican Kitchen & Rum Bar, distributed about \$1 million in donations in the days after Floyd's death.

HENNESSY-FISKE

MINNEAPOLIS

George Floyd's death transformed lives around the world, but nowhere as profoundly as in this city.

Relatives of Black men who died at the hands of Twin Cilies police took to the control of the control

POLICE REFORM: Agreement on how to change qualified immunity is elusive in Congress. PERSPECTIVES, A2

## After ridership bust, Metro work is booming

By Hayley Smith and Lila Seidman

It was a moment some longtime Angelenos never thought they'd see.

A group of politicians stood at a site on Wilshire Boulevard just west of the 405 Freeway to break ground on the final leg of a subway that will eventually take riders from downtown L.A. into the Westside.

The idea of mass transit under what is perhaps Los Angeles' most iconic boulevard has been a dream for decades, but faced obstacles including neighborhood opposition over crime and worries about explosive methane gas pockets.

But the slow march of the Purple Line west also underscores a larger mass transit boom that accelerated during the pandemic, even as ridership on buses and

trains plummeted. Metro used the 70% ridership drop and reduced traffic caused by COVID-19 closures to push forward several projects, including the Wilshire subway.

"We took advantage of the opportunity," L.A. Mayor Eric Garcetti said Monday, noting that the quiet streets also enabled the city to install bus lanes, address airport construction and close streets for up to 24

hours when needed. "We were able to do things that would have taken us six, seven months longer in a shorter period of time."

The big question now is whether riders will return as the economy reopens— and how fast that would happen.

Transit officials are working on several mass transit projects at once— the Purple Line as well as the Crenshaw Line to LAX, the Cen-

## Tumult as PPP loans are set to end

Paycheck Protection Program is beset by confusion and delays. Time and money are running out

By Don Lee

WASHINGTON -WASHINGTON — The federal government's massive Paycheck Protection Program, which has been a lifeline for small businesses hit by the pandemic, has become so mired in confusion and delays as money runs out that hundreds of thout that hundreds of thou has been seen as the property of the

sands of applicants may get no help, especially in underserved minority communities.

During the first months after President Biden took office, his administration far exceeded its predecessor in face to the companies. But in recent weeks, as the program's May 31 expiration date draws near, the agency responsible for it has been overwhelmed, and lenders can't even be sure how much money is still available for loans.

As of Friday, only about \$3 billion was left of the \$800 billion provided for the program, according to congressional staff. And it congressional staff, and it congressi

### L.A. County hits

a new milestone Over half of residents 16 and older are fully vacci nated. CALIFORNIA, B1

# Broad coalition with a singular message

Activists say the U.S. discourse on Israel is changing as more rally behind Palestinians.

By Sarah Parvini

The activists spoke from behind their computer screens, convening from multiple corners of the world to convey a singular message on the need for continued solidarity among Black estinian counterparts.

"I know that Palestinian people have felt alone for so long," and I know that because Black people have felt alone for so long," said Janaya "Puture" Khan, a prominent Black Lives Matter activist. "We have to be together in this."

The Zoom panel, cohosted by the Dream De-



RAMI SALHIEH, 35, joins a rally outside the Federal Building in Westwood support of Palestinian families facing forced displacement in East Jerusalem ood in

fenders — a Florida-based group that was launched in the wake of Trayvon Martin's death — and titled "What does Palestine mean for Black America," included well-known Black and Palestinian voices, including Angela Davis and Mohammed El-Kurd.

Black and Palestinian Americans, as well as Palestinians in the Middle East, share a common cause, Khan said. "My freedom is bound up with Palestinian people, and Palestinian people is freedom is bound up with me."

The world witnessed agonizing scenes of death and destruction in il days of the more control of the miliant group Hamas, which controls the Gaza Strip, a Palestinianterritory, before a cease-fire took effect last week. The fighting erupted amid fierce debate [See Message, A7] a Florida-based

BUSINESS INSIDE: April's median Southland home price soars 20.2% to a new record. A8

### E.U. moves to punish Belarus in iet incident

Bloc stiffens sanctions, bars its airlines from flying over country

BY MICHAEL BIRNBAUM AND ISABELLE KHURSHUDYAN

AND ISABELLE KHURSHUDYAN
RIGA, LATVIA — European leaders
on Monday agreed to significantly
toughen sanctions on Belarus and
bar European Union airlines from
flying through the country's airspace, dealing a potentially crushing blow to the economy, a day
after Belarusian authorities
forced down a civilian jet and
pulled off a dissident journalist.
The measures, backed by all 27
E.U. leaders, were an unusually
fast and powerful response to the
brazen move by Belarusian President Alexander Lukashenko, who
on Sunday sent a MiG-29 fighter
jet to snatch a Ryanair plane out of
the sky as it was flying from
Athens to Vilnius, Lithuania, and
arrest one of its passengers,
Roman Protasevich, who had run
an opposition media outlet. Protasevich could face 12 years or more
in prison.
E.U. leaders meeting for a pre-

sevich could face 12 years or more in prison.

E.U. leaders meeting for a prescheduled summit in Brusselis asked the bloc's foreign policy team to draw up a list of targeted economic sanctions to impose "without delay" and said the country's national airline would be barred from flying over or landing in E.U. territory. Officials involved in forcing down the plane will also face personal sanctions.

The Belarusian power play set a fearsome precedent for journalists and political dissidents, who SEE BELARUS ON ALS

Detained journalist: Protasevich has a history of opposition. A14

Lukashenko: How the strongm has kept power in Belarus. A15



# In Las Vegas, the biggest of bets

A city that depends on convention business doubles down on vaccinations to get it back

LAS VEGAS — Fred Campbell plans to head here early next month with an LAS VEGAS — Fred Campbell plans to head here early next month with an ambitious goal: to build a flawless 26-foot wall, with 800 bricks, in an hour. That will be enough, he figures, to make him the world champion of bricklaying for a record fourth time and secure his reputation as a masonry superstar.
"It's going to happen," said Campbell, a mason from Greeneville, Tenn. "It's set in stone."

stone." But a more critical test looms. World of

Concrete — the convention that is staging the bricklaying competition — is the first large, in-person trade show scheduled in the United States since the coronavirus pandemic began. The stakes are high, even for a city accustomed to high stakes. "Everyone has their eyes on this," said Tommy Blitsch, director of trade shows and conventions for the International Brotherhood of Teannsters and principal officer of Local 631 in Las Vegas.

If the show hosts tens of thousands of attendees without a major problem, such as a virus outbreak, it will be a milestone,

signaling the revival of the convention business across the country, Blitsch said. But if there is a big snag or people stay away, it could be a setback for cities such as Chicago, Los Angeles and Miami, and especially Las Vegas, where tourism is rebounding but big-spending business travelers are scarce.

"Las Vegas is like a Ferrari, and the trade shows and conventions are the engine," Blitsch said. "You can have a really nice shiny Ferrari, but it won't go very far with a four-cylinder engine."

SEE LAS VEGAS ON A6

Bicyclists pass Fremont Street in Las Vegas. Tourists are back, but business travelers are scarce. Casinos trying to lure them back say 80 to 90 percent of their employees have received at least one vaccine shot.

### Commerce Dept. unit secretly collected data

Ex-official says search of emails, online posts overstepped legal limits

BY SHAWN BOBURG

An obscure security unit tasked with protecting the Commerce Department's officials and facili-ties has evolved into something more akin to a counterintelli-gence operation that collected in-formation on hundreds of people inside and outside the depart-ment, a Washington Post exami-nation found. nation found.

nation found.

The Investigations and Threat
Management Service (ITMS) covertly searched employees' offices
at night, ran broad keyword
searches of their emails trying to
surface signs of foreign influence
and scoured Americans' social

media for critical comments about the census, according to documents and Interviews with five former investigators.

In one instance, the unit opened a case on a 68-year-old retiree in Florida who tweeted that the census, which is run by the Commerce Department, would be manipulated "to benefit the Trump Party!" records show.

In another example, the unit searched Commerce servers for particular Chinese words, documents show. The search resulted in the monitoring of many Asian American employees over benign correspondence, according to two former investigators.

The office "has been allowed to operate far outside the bounds of federal law enforcement norms and has created an environment of paranoia and retaliation at the Department," John Costello, a former deputy assistant secretary of sec commerce on a constant secretary of

mer deputy assistant secretary of SEE COMMERCE ON A10



### Appreciation for National Guard members

se Speaker Nancy Pelosi (D-Calif.) thanks National Guard members on the Speaker's Balcony at the Capitol. The last of the Guard troops who provided security after the Jan. 6 insurrection finished their mission Sunday as lawmakers feuded over security costs and needs. Story, A2

## **Federal** telework expected to last

## BIDEN SET TO MAKE POLICY PERMANENT

Move marks vast cultural shift across government

As the Biden administration contemplates how to return the massive federal workforce to the office, government officials are moving to make a pandemic experiment permanent by allowing more employees than ever to work from home — a sweeping cultural change that would have been unthinkable a year ago.

The shift across the government, whose details are still being finalized, comes after the risk-averse federal bureaucracy had fallen behind private companies.

averse federal bureaucracy had fallen behind private companies when it came to embracing telework — a posture driven by a perception that employees would slack off unless they were tethered to their office cubicles. That position hardened during the Trump administration, which dialed back work-from-home programs that had slowly expanded during the Obama era.

But the coronavirus crisis — and a new president eager to

But the coronavirus crisis — and a new president eager to rebuild the trust of federal work-ers who had been attacked by former president Donald Trump as "the swamp" — has convinced SEE TELEWORK ON A9

### Funding for storm readiness is doubled

AND MATT VISER

President Biden announced Monday that he was doubling the amount of money the U.S. government will spend helping communities get set for extreme weather events, proclaiming the need for full readiness as he visited government workers and told them to prepare for another season of natural disasters.

In announcing \$1 billion in spending, Biden also emphasized his administration's attempts to steer the country toward confronting the looming effects of climate change, which scientists say will make severe weather events more frequent and less predictable. He announced a new NASA-led effort to collect more sophisticated climate data.

"We can never be too prepared," Biden said during an affersed."

sophisticated climate data.
"We can never be too pre-pared," Biden said during an af-ternoon visit to Federal Emergen-cy Management Agency head-quarters. "We're going to spare no SEE FEMA ON AS

### IN THE NEWS



Ierusalem tensions Violent confrontations persist at al-Aqsa Mosque and in the Sheikh Jarrah area despite last week's cease-fire. Al3

'The final straw' As a shortage of restaurant workers slows the industry's recovery, many who left say they won't return. A17

THE NATION
The pandemic acceler-THE NATION
The pandemic accelerated college enrollment declines, and schools are making changes to attract more students. A3
Gordon Sondland, ambassador to the E.U. in the Trump administration, is suing former secretary of state Mike Pompeo and the government for legal fees during the 2019 House impeachment probe. A4
The GOP is objecting to the Democratic nominee for the nation's top civil rights post, following a playbook that has

civil rights post, follow-ing a playbook that has existed since the Clinton

### THE WORLD

The first woman elect-ed as Samoa's prime minister was locked out

minister was locked out of her swearing-in ceremony in what she called a "bloodless coup." Al2 Patients with urgent medical needs were still waiting for Israel's permission to leave Gaza for surgeries, transplants or cancer treatments interrupted by the recent fighting. Al4 Malian military members arrested the acting president and prime minister, raising the minister, raising the specter of a second coup in nine months. A24

THE ECONOMY
A group of insurgent investors backed by the three largest U.S. pension funds is trying to force ExxonMobil to take climate change more seriously. Al8
The Postal Service's delivery vans are headed for a much-needed retirement, but when they first hit the streets, they

first hit the streets, they were revolutionary. A19 The viral video "Charlie Bit My Finger" will leave YouTube after fetching over \$760,000 in a non-fungible token auction. A20

THE REGION
D.C.'s mayor plans to invest \$400 million in affordable-housing pro

duction, a record amount amid renewed pleas from advocates. B1 Some Virginia Democrats will be on the same ballot twice for separate seats because of a census data delay. B1 Douglas F. Gansler, a Democratic former Maryland attorney general, is set to make another run for governor. B1

When high-schoolers When high-schoolers in a Virginia town strug-gled to find a venue for prom, a car dealership opened its doors. B4 A former Fairfax Coun-ty teacher accused of taking lewd photos of students and possessing child nornography child pornography pleaded guilty. B4

### INSIDE



#### HEALTH & SCIENCE Doctors dismissed her viselike pain

#### STYLE Tarnished awards

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# FOLHA DE S.PAULO

HÁ 100 ANOS



UM JORNAL A SERVIÇO DA DEMOCRACIA

ANO 101 \* Nº 33.655

TERCA-FEIRA, 25 DE MAIO DE 2021

### Exército decide abrir processo disciplinar contra Pazuello

No primeiro dia útil após a ida do ex-ministro da Saúde e general da ativa Edude e generai da ativa Edu-ardo Pazuello a um palan-que político ao lado de Ja-ir Bolsonaro, o Exército abriu procedimento dis-ciplinar contra ele. O vice Hamilton Mourão falou em desconforto com a ati-tude de Pazuello. tude de Pazuello. Poder A4

Ato com Bolsonaro no Rio teve ao menos três potenciais infrações A5



O Ministério da Saúde distribuiu a indígenas ao me-nos 265 mil comprimidos de cloroquina, azitromicina e ivermectina, todos sem eficácia comprovada contra Covid. A pasta diz que os medicamentos se destinaram a tratamentos previstos na bula. saúde BI

Presidente prepara visita a comunidade indígena, que declara repúdio A8

### Garimpo ilegal se expande por terra yanomami

O garimpo ilegal na Terra Indígena (TI) Yanomami, em Roraima e no Amazonas, cresce a um ritmo iné dito neste ano, revela le-vantamento de imagens de satélite e fotografias aé-reas. A atividade já ocupa área similar a 2.400 cam-pos de futebol. Ambiente B7

### Saul Klein equipou sítio

para satisfazer fetiches Chácara em Boituva (SP) tinha ginecologista para jo-vens que acusam empresá-rio de estupro. cotidiano B4

### Um ano pós-Floyd, **EUA** registram alta de crimes

Passado um ano da morte de George Floyd, cidadão negro sufocado por um po-licial branco, os EUA veem um agravamento da crise na segurança. Os assassi-natos cresceram pelo me-nos 25%, de acordo com es-timativas do FBI. Mundo A13

### EDITORIAIS A2

General no palanque Sobre necessidade de pu-nição a Eduardo Pazuello.

Tem jeito

Acerca de confiança no país segundo o Datafolha.

**ATMOSFERA** 





# Sem sinal de trégua no país, Covid mata mais de 450 mil

Diante de prespectiva de piora, prefeitos e governadores reveem medidas

O Brasil ultrapassou nesta segunda (24) a marca dos 450 mil mortos na pande-mia de Covid, menos de um mês depois de superar 400 mil óbitos e em um momento em que especialistas aler-tam para o recrudescimen-to da doença sem que o pa-ís tenha atingido um pata-mar menor de mortandade. Segundo o consórcio de veículos de imprensa, que a Folha integra, desde março de 2020 foram registradas 450.026 mortes pelo coronavírus em território nacional, o segundo saldo no mundo em termos absolutos, atrás dos EUA. Em relação ao ta-manho da população, o Bra-sil é o 11.º do ranking mortal.

Embora o ritmo seja me-nor do que o de março e abril, intervalo em que mor-reram quase 150 mil, a pers-pectiva de piora e osgargalos na campanha de vacinação, que só nesta terça (25) deve completar a cobertura de 10% da população com du-as doses, impõem a prefeitos e governadores um dilema. e governadores um dilema.

Alguns já reveem o afrou-xamento do distanciamen-to social. Na Bahia, Rui Costa (PT) prometeu novas me-didas restritivas, e o mes-mo ocorreu em duas cidades grandes no interior de São Paulo, Araraquara e Ri-beirão Preto. A média mó-vel diária de mortes em sete dias está em 1.881. saúde B3

# semináriosfolha

Grãos de soja espalhados na colheita em lavoura no PR

### Desperdício de comida

Perdas que ocorrem no percurso do campo até o consumidor equivalem a R\$ 4,5 bilhões e são um desafio para o avanço da sustentabilidade e do uso eficiente de recursos. p.1

Ciência B5 Esqueleto de baleia é desenterrado e some em praia do litoral paulista

**Esporte B8** A dois meses da Olimpíada, seleções de vôlei do Brasil voltam às quadras

Ilustrada B9 Mostra sobre Banksy em Londres vira sucesso comercial, a contragosto do artista

Comida B13 SP se rende à dupla caipira de bolinho e pastel à base de farinha de milho



### GORDOFOBIA SE TORNA BARREIRA PARA IMUNIZAÇÃO

A instrumentadora cirúrgica Mariana Costa, 26, relata ter tido dificuldade para conseguir atestado médico, mesmo com o IMC acima de 40, única exigência para se vacinar  $s_{a\acute{u}\acute{d}e}\, g_2$ 

Vacinação no Brasil
% da população vacinada*
Dados das 20h de 24.mai
*Acima de 18 anos

vacinada*	
Dados das 20h de 24.ma	i
*Acima de 18 anos	
**Média móvel de 7 dias	
***Em relação a 14 dias	

2	2ª dose	1ª dose
Brasil	13,0	26,4
MS	16,2	34,5
RS	15,0	32,7
ES	12.6	29.8

Cobertura da primeira				
dose*	A STATE OF THE PARTY OF THE PAR			
100%				
50				
25				
0				

#### Números da pandemia Óbito 16,1 mi 450,0 mil -..mai\*\* 65,7 mil Variação\*\*\* e Em 2 24.mai\*\*

### Governo só fez proposta à Pfizer em dezembro

Emails enviados pela Pfi-zer à CPI da Covid mos-tram que o governo só fez contraproposta ao labo-ratório em dezembro de 2020, após três ofertas de vacina. À comissão o ex-ministro Eduardo Pazuello afirmou que tentou o "tempo todo" alterar cláu-sulas do acordo. Poder A6

### Renan Calheiros

Na CPI, negar o negacionismo é como confessar Opinião A3

### Equipe econômica pressiona por novo programa social

Na tentativa de afastar mo-vimentos pela prorroga-ção do auxílio emergenci-al neste ano, a equipe eco-nômica tem feito pressões internas no governo para acelerar a reformulação do Bolsa Família A ideia é en-Bolsa Família. A ideia é enviar proposta ao Congres so até junho. Mercado A17

#### Incertezas reduzem otimismo empresarial

Percentual de empresári-os com perspectivas posi-tivas para os próximos seis meses recua de 70% para 57%, aponta FGV Ibre. AIS



### VENTO DERRUBA ESTÁTUA DA LIBERDADE DE LOJA DA HAVAN NO RS

Uma réplica da Estátua da Liberdade, símbolo da rede varejista Havan, caiu na loja de Capão da Canoa, no litoral gaúcho; segundo a empresa, uma forte ventania derrubou a peça de R\$ 1,2 milhão, que foi atravessada por um poste Mercado A22

