Nuclear Smad7 Overexpressed in Mesenchymal Cells Acts as a Transcriptional Corepressor by Interacting with HDAC-1 and E2F to Regulate Cell Cycle

Takashi Emori¹,*, Koki Kitamura¹,§ and Kenji Okazaki¹,*

¹Department of Molecular Biology, Biomolecular Engineering Research Institute (BERI), 6-2-3 Furuedai, Suita, Osaka 565-0874, Japan
*Author for correspondence (takashi.emori@jp.astellas.com)
§Present address: Astellas Research Institute of America, Deerfield, IL 60077, USA

Summary

Smad family proteins are essential intracellular mediators that regulate transforming growth factor-β (TGF-β) ligand signaling. In response to diverse stimuli, Smad7 is rapidly expressed and acts as a cytoplasmic inhibitor that selectively interferes with signals elicited from TGF-β family receptors. In addition, earlier works have indicated that retrovirally transduced Smad7 induces long-lasting cell proliferation arrest in a variety of mesenchymal cells through down-regulation of G1 cyclins. However, the molecular mechanisms underlying the cytostatic effects of Smad7 remain unknown. We show here that Smad7 can form a complex with endogenous histone deacetylase proteins HDAC-1 and HDAC-3 in NIH 3T3 mouse fibroblast cells. By contrast, forced expression of a dominant-negative variant of HDAC-1 efficiently protected cells against Smad7 proliferation inhibition, suggesting that Smad7 depends on the deacetylase activity of its associated HDAC-1 to arrest the cell cycle.

Furthermore, Smad7 caused HDAC-1 bind to E2F-1 to form a ternary complex on chromosomal DNA containing an E2F-binding motif and leading to repression in the activity of the E2F target genes. Smad7 mutations that prevented its binding to either HDAC-1 or E2F-1 resulted in a significant decrease in Smad7-mediated inhibition of cell proliferation. The present results strongly suggest that nuclear Smad7 is a transcriptional corepressor for E2F, providing a molecular basis for the Smad7-induced arrest of the cell cycle.

© 2012. Published by The Company of Biologists Ltd. This is an Open Access article distributed under the terms of the Creative Commons Attribution Non-Commercial Share Alike License (http://creativecommons.org/licenses/by-nc-sa/3.0).

Key words: Cell cycle, Transcriptional corepressor, E2F, Histone deacetylase, Smad

Introduction

Smad family members have been identified as essential genes for the intracellular mediation of transforming growth factor-β (TGF-β) peptide signaling (Massague, 1998; Rafferty and Sutherland, 1999). The signaling pathway of the TGF-β family, which includes bone morphogenetic protein (BMP) and activin, is involved in the regulation of critical cell processes such as development, growth, and differentiation (Sporn and Roberts, 1992; Hogan, 1996). Upon TGF-β ligand-induced assembly, which involves type-I and type-II receptor serine/threonine kinases, the type-I receptor becomes activated via phosphorylation by the type-II receptor and in turn phosphorylates the Smad proteins (Wrana et al., 1994; Yingling et al., 1996; Zhang et al., 1996). The Smad family has two conserved domains, MH1 and MH2, that are located in their N- and C-terminal regions, respectively (Heldin et al., 1997). While the MH1 domain is known to operate through direct and indirect interactions with DNA, the MH2 domain mediates associations between Smad proteins and with other factors such as coactivators and corepressors that influence gene expression (Massague and Wotton, 2000; Heldin et al., 2009; Wu and Hill, 2009). Based on their functions and similarities, Smads have been classified into three subgroups. The receptor-regulated Smads (R-Smads) are present in the cytoplasm and act as substrates for activated type-I receptor kinases, followed by migration to the nucleus (Moustakas et al., 2001; Inman et al., 2002). Common partner Smads (Co-Smads) form a complex with phosphorylated R-Smads that regulates the transcription of target genes (Chen et al., 1997; Massague and Wotton, 2000). The third group is composed of inhibitory Smads (I-Smads) that include Smad6 and Smad7, which are found in vertebrates and can interfere with TGF-β pathways (Hayashi et al., 1997; Imamura et al., 1997; Nakao et al., 1997; Bhushan et al., 1998; Hata et al., 1998; Nakayama et al., 1998). While R- and Co-Smad genes are ubiquitously expressed, induction of I-Smads occurs quickly in response to TGF-β and BMP (Nakao et al., 1997; Afrahtke et al., 1998; Takase et al., 1998). The induced I-Smads then bind to the cytoplasmic domain of the type-I receptor to prevent it from phosphorylating R-Smads, leading to the negative feedback seen in the TGF-β pathway (Heldin et al., 1997; Massague, 1998).

Smad7 in particular shows a correlation with disease: levels are low in normal tissues in vivo, but significantly higher in several disease states (Heldin et al., 2009). Smad7 principally resides in the nucleus but TGF-β leads to its partial cytoplasmic
Smad7 is involved in diverse biological processes, as illustrated by the variety of stimuli that can regulate its expression, such as γ-interferon, tumor necrosis factor-α, shear stress, and UV light (Topper et al., 1997; Ulloa et al., 1999; Bitzer et al., 2000; Quan et al., 2001). For instance, Smad7 participates in the control of myocyte and adipocyte differentiation and tumor cell metastasis independently of TGF-β signaling (Heikkinen et al., 2010; Miyake et al., 2010). Smad7 therefore appears to be more than a mere inhibitor in the TGF-β signaling pathway. Indeed, our previous study showed that Smad7 can arrest cell proliferation at G1 phase in mesenchymal cells following repressed levels of cyclins D1 and E (Kitamura et al., 2005).

The acetylation of the lysine side chains is a crucial posttranslational modification in numerous proteins and has crosstalk with phosphorylation, methylation and other covalent modifications, leading to dynamic signaling networks (Freiman and Tjian, 2003; Yang and Seto, 2008). Lysine acetylation was first identified in histones, the major protein component of chromatin that packs nuclear DNA into nucleosomes (Albrecht et al., 1964; Phillips, 1968). Histone hyperacetylation in the tail region leads to nucleosome remodeling as well as a more accessible chromatin structure, which correlates with gene transcription (Kouzarides, 1999; Johnstone, 2002; Yang and Seto, 2007). Besides histones, reversible acetylation has been seen in a number of transcription factors, other nuclear proteins, and various cytoplasmic regulators including p53, importin-α, α-tubulin and Hsp90. Such acetylation broadly modulates their cellular control by altering their localization, enzymatic activity, DNA-binding ability, protein-protein interaction, and gene transcription activating function (Kouzarides, 2000; Spange et al., 2009). A balance between acetylation and ubiquitination has also been reported to affect the stability of p53 (Ito et al., 2002), Smad7 (Gronroos et al., 2002), c-Myc (Vervoorts et al., 2003), and Runx3 (Jin et al., 2004).

Histone deacetylases (HDACs) are enzymes that catalyze the removal of acetyl groups from acetylated residues within histones and other proteins (Johnstone, 2002; Yang and Seto, 2008) that have been modified by histone acetyltransferase (HAT) (Marmorstein and Roth, 2001; Lee and Workman, 2007). Nuclear HDACs have been identified as critical components in various transcription corepressor complexes including those that can incorporate nucleosome-remodeling subunits (Flaus and Owen-Hughes, 2001; K hochbin et al., 2001). In such molecular machinery, HDAC activity plays an important role in exerting repression via its interaction, either directly or indirectly, with DNA-binding transcription factors (de Ruijter et al., 2003; Yang and Seto, 2007). It has in fact been shown that recruited HDACs form a complex with Smad7 (Aagaard et al., 2002; Tang and Goldman, 2006; Baltus et al., 2009). In addition, the HDAC complex is required for the repression of certain promoters responsive to the E2F family of transcription factors that control G1 cyclin genes in cell proliferation regulation (Sambucetti et al., 1999). Thus, by modulating transcription, the catalytic activity of HDACs directs cell fate through hormonal response, apoptosis, cell differentiation, multipotent cell status, as well as cell cycle progress (Nagy et al., 1997; Sambucetti et al., 1999; Zhong et al., 2002; Tang and Goldman, 2006; Baltus et al., 2009; Wilting et al., 2010; Yamaguchi et al., 2010).

Accordingly, anomalous patterns of lysine acetylation associated with aberrant gene expressions have been closely linked to various disorders such as cancers, cardiovascular diseases and ageing (Johnstone, 2002; Yang and Seto, 2007). In particular, dysregulation of HDACs and their improper allocation to a number of oncogenes and tumor suppressor genes have been observed in multiple malignant cells (Cress and Seto, 2000; Timmermann et al., 2001; Bolden et al., 2006), suggesting that both abnormal HDAC activation and inactivation could result in unsuitable cell proliferation and eventual tumorigenesis, and that the coordinated function of HDACs is essential for accurate control of the cell cycle.

Our earlier data indicated that forced expression of Smad7 causes a long lasting arrest of the cell cycle in mesenchymal cells that are otherwise proliferating rapidly (Kitamura et al., 2005). Although the mechanisms underlying these phenomena remain obscure, the finding that Smad7 entirely localizes in the nucleus in the course of the cell cycle suggests that Smad7 may exert its inhibitory effect through a functional complex with nuclear factors responsible for cell cycle progression. In the present study, we show that Smad7 binds to HDAC-1 via its C-terminal region both in vitro and in vivo. We also show that when a dominant-negative form of an HDAC-1 mutant is ectopically coexpressed with Smad7, it frees cells from the Smad7-induced proliferation arrest. In addition, Smad7-truncated mutants lacking the ability to bind HDAC-1 lose their ability to inhibit proliferation, suggesting that Smad7 is dependent on the deacetylase activity of the associated HDAC-1 to arrest the cell cycle. Moreover, our data demonstrate that Smad7 can bring HDAC-1 to transcription factor E2F-1 and thereby causes the repression of several E2F-responsive genes, which is critical for cell cycle progress. These results reveal a potential molecular basis for the Smad7-induced cell cycle arrest, and further suggest a novel link between the TGF-β signal pathway and cell proliferation control.

Results

Association of Smad7 with HDAC-1 and HDAC-3 in NIH 3T3 cells

To examine whether Smad7 interacts physically in vivo with HDAC family members, we introduced an expression vector for N-terminally Flag-tagged mouse Smad7 (Flag-Smad7) into NIH 3T3 mouse fibroblast cells. Smad7-containing protein complexes were immunoprecipitated using an α-Flag antibody from nuclear extract prepared under non-denaturing conditions in order to prevent possible dissolution of nuclear complexes. Western blot analyses of the immune complexes showed that the α-Flag antibody coprecipitated HDAC-1 with Flag-Smad7 (Fig. 1A). Essentially identical results were obtained from the retroviral transduction of Myc-Smad7 (data not shown). These results indicate that endogenous HDAC-1 forms a complex with Smad7 expressed in NIH 3T3 cells and that their interaction is independent of the Smad7 expression method or Smad7 expression levels. In addition, endogenous HDAC-3 also formed a complex with Smad7 (Fig. 1A). These results are consistent with previous reports describing interactions between Smad7 and HDACs in 293T cells (Bai et al., 2000; Simonsson et al., 2005).

A previous coexpression study indicated that the MH2 domain (aa 261–426) was sufficient for Smad7 to interact with HDAC-1 (Simonsson et al., 2005). To determine the more precise Smad7
Fig. 1. Complex formation between Smad7 and specific HDAC proteins. (A) Association of Smad7 with endogenous HDAC-1 and HDAC-3, respectively, in NIH 3T3 mouse fibroblast cells. Nuclear extracts from NIH 3T3 cells transfected with a vector containing control or Flag-Smad7 were incubated with an anti-Flag antibody to immunoprecipitate a complex containing Flag-Smad7. Immune complexes (left) and total nuclear extracts (right) were examined by Western blotting using α-HDAC-1, α-HDAC-3 and α-Flag antibodies. (B,C) Requirement of the 381–408 C-terminal region for the association of Smad7 with HDAC-1. A series of truncated Smad7 variants with an N-terminal Myc-tag (B) were expressed together with HDAC-1-Flag in 293T cells and immunoprecipitated with α-Myc. Immune complexes were analyzed by Western blotting using α-Flag and α-Myc. Black boxes indicate amino acids 381–408, which are essential for the interaction with HDAC-1. (C) NIH3T3 cells transfected with wild-type Smad7 or each deletion mutant by a retrovirus vector were seeded in a 96-well plate (3 × 10³ cells/well) and incubated for 72 h. [³H]-thymidine was loaded for the last 4 h and the radioactivity incorporated into chromosomal DNA was measured by a microplate scintillation counter. Data are shown as means with S.E. bars from triplicate assays.
region required for HDAC-1 association and proliferation arrest, we cointroduced truncated versions of Smad7 with an N-terminal Myc-tag (Fig. 1B) and Flag-HDAC-1 into 293T cells. Following immunoprecipitation with a α-Myc antibody, Western blot analyses using an α-Flag antibody showed that a C-terminally truncated Smad7(1–408) accompanied a detectable amount of Flag-HDAC-1, whereas further truncated fragments (1–380 and 1–259) did not (Fig. 1C). These results suggest that the Smad7(381–408) region is essential for HDAC-1 interaction, and that additional residues within the Smad7(409–426) may enhance this interaction, similar to its role in association with the cytoplasmic domain of TGF-β receptor type-1 (Hayashi et al., 1997).

To assess whether the Smad7 truncations can inhibit proliferation, NIH 3T3 cells were transduced with each mutant and subjected to DNA synthesis assays. Amounts of incorporated [3H]thymidine between 68 and 72 h post-infection showed that full-length Smad7(1–426) reduced DNA synthesis to 14% of normal levels, indicating the inhibition of cell proliferation (Fig. 1D). Similarly, two mutants, Smad7(1–408) and Smad7(260–426), showed inhibitory activity comparable to that of full-length Smad7, reducing thymidine incorporation to 19% and 15%, respectively. In sharp contrast, Smad7(1–380) and Smad7(1–259) mutants showed only small effects on DNA synthesis in parallel with their inability to bind HDAC-1. Together, these results demonstrate that a region of 28 residues (a.a. 381–408) in the C-terminal MH2 domain of Smad7 is essential for complex formation with HDAC-1 and the inhibition of cell proliferation.

Smad7 binds in vitro to a C-terminal region of HDAC-1

To clarify whether Smad7 interacts with HDAC proteins directly or indirectly, we performed in vitro binding assays using recombinant proteins purified from E. coli cells. The full length Smad7 was expressed as a GST fusion protein and collected on glutathione-coupled beads. Separately purified Flag-HDACs were obtained in solution from column-bound GST-Flag-HDACs by cleavage with a sequence-specific protease. The GST-Smad7 fusion and control GST bound to the beads were incubated with Flag-HDAC-1 and extensively washed. Western blot analyses revealed that GST-Smad7, but not GST only, bound to HDAC-1 (Fig. 2B). Similar results were obtained for HDAC-2 and HDAC-3 in vitro binding to GST-Smad7 (not shown).

To map which HDAC-1 domains are recognized by Smad7 in the in vitro assays, we prepared a series of truncated HDAC-1 fragments with an N-terminal Flag-tag (Fig. 2A). Western blotting showed that HDAC-1 fragments that bound to GST-Smad7 commonly contained 155 residues (a.a. 328–482) from the C-terminal, which is outside the catalytic domain. These in vitro data indicate a direct binding of this C-terminal region to Smad7 and suggest that Smad7 can form a complex with HDAC-1 in vivo through similar interactions. A consistent interaction between Smad7 and a C-terminal fragment (a.a. 161–482) of HDAC-1 in cotransfected 293T cells was indeed previously reported (Simonsson et al., 2005).

A dominant negative form of HDAC-1 restores cell growth and proliferation from Smad7-induced arrest

HDAC-1 has been shown to play crucial roles in cell cycle progress by regulating gene expression. To assess the potential relationship between histone deacetylase activity and Smad7 effects, we prepared retroviral expression vectors for both the human wild-type HDAC-1 as well as a mutant, H141A HDAC-1, where the histidine 141 is substituted with an alanine residue. Previous reports showed in vitro that H141A HDAC-1 lacks deacetylase activity and can interfere with the function of endogenous HDAC-1 in myoblasts (Hassig et al., 1998; Mal et al., 2001; Ito et al., 2002). In addition, a dominant-negative H141A HDAC-1 seemed to be helpful in clarifying the importance of HDAC-1 activity in Smad7-induced cell cycle arrest because both wild-type and H141A HDAC-1 can form similar protein complexes (Humphrey et al., 2008). By efficient infection and subsequent drug selection, NIH 3T3 cells were stably transfected with a vector expressing either the wild-type or the mutant H141A HDAC-1. Both Flag-tagged versions were detected by immunofluorescence microscopy at an equivalent level and in similar nuclear locations (Fig. 3A). After 72 h of infection, histone H3 was examined using α-Ac-K9/13 antibody specific for acetylated lysine residues at 9 and 13 in the N-terminal region. Interestingly, Western blotting revealed that acetylation of histone H3 was dramatically increased in H141A HDAC-1-expressing cells, thus indicating that the H141A HDAC-1 mutant was able to act as a dominant-negative variant against HDAC-1 in this system (Fig. 3B).

To examine the phenotypes of forced expression of the wild-type and H141A HDAC-1 and their effects on Smad7-induced cell cycle arrest, NIH 3T3 cells were serially infected with different vector combinations. The primarily nuclear localization of Smad7 was minimally affected by the coexpression of either protein (Fig. 3A). After infection, cells were re-plated for dilution and monitored for proliferation by periodically recording microscopic observations as well as by DNA content analysis. Expression of exogenous wild-type or H141A HDAC-1 alone showed no apparent influence on cell proliferation under 10% FBS conditions (Fig. 3C) even though the levels of both wild-type and H141A HDAC-1 remained similar (Fig. 3B). When coexpressed with Smad7 however, H141A HDAC-1 effectively suppressed growth inhibition (Fig. 3C) with cells showing a proliferation curve that was very similar to that of control cells (Fig. 3D). As expected, 72 h after infection, the levels of cyclins D1 and A remarkably decreased in Smad7-expressing cells (Fig. 3E) (Kitamura et al., 2005). In sharp contrast, cells expressing both Smad7 and H141A HDAC-1 had almost the same levels of cyclin proteins, similarly to control cells infected with the empty vectors. The above results thus suggest that H141A HDAC-1 blocked the attenuated expression of cyclins D1 and A, resulting in cell cycle progression and cell proliferation. In the absence of ectopic Smad7, H141A HDAC-1 caused little change in the levels of these cyclins (Fig. 3E), which is consistent with the normal proliferation seen in H141A HDAC-1-expressing cells. It is therefore unlikely that a growth-promoting ability perhaps displayed by the inactivated form of HDAC-1 is responsible for rescuing cells from Smad7 arrest.

In addition, because the level of Smad7 was unchanged by H141A HDAC-1, it could be argued that the action of H141A HDAC-1 occurs downstream of Smad7. These results strongly suggest that the deacetylase activity of endogenous HDAC-1 mediates Smad7 effects on proliferation by physically associating with it. Exogenous expression of wild-type HDAC-1 produced little change on the effect of Smad7, suggesting that endogenous HDAC-1 is sufficient or that an unidentified limiting factor(s) contributes to this interaction.
Smad7 brings HDAC-1 to E2F-1 transcription factor in a manner dependent on Lys359

The E2F family of transcription factors controls the cell cycle by regulating the expression of crucial genes, particularly during the G1-S transition. To investigate the potential role of E2F in the cell cycle arrest induced by Smad7 and HDAC-1, we first tested if Smad7 could interact with E2F-1, one of the most studied E2F members. Western blot analyses of Smad7-containing immune complexes prepared from the nuclear extracts of Flag-Smad7-expressing NIH 3T3 cells showed that complexes included complexes prepared from the nuclear extracts of Flag-HDAC-1-expressing NIH 3T3 cells that contained endogenous E2F-1 (Fig. 4A), indicating that Smad7 associated with E2F-1 in vivo. A complex containing Myc-Smad7 and N-terminally HA-tagged mouse E2F-1 (HA-E2F-1) was also detected in cotransfected 293T cells (Fig. 4B). Coexpression of E2F-1 seemed to cause a decreased level of Smad7 possibly due to a transfection-related artifact in 293T cells (Fig. 4B). A complex containing Myc-Smad7 and N-terminally HA-tagged mouse E2F-1 (HA-E2F-1) was also detected in cotransfected 293T cells (Fig. 4B). A similar result was observed in cotransfected 293T cells expressing HA-E2F-1 and either wild-type or K359A mutant Myc-Smad7 (Fig. 4C).

Because of the fact that HDAC-1 binds to Smad7, we monitored the interactions between HDAC-1 (wild-type and H141A mutant) and E2F-1 in the presence and absence of Smad7. For this purpose, lysates of cells expressing HA-E2F-1, HDAC-1-Flag and Myc-Smad7 in various combinations were subjected to immunoprecipitation with a HDAC-1-Flag antibody, and the resultant immune complexes containing HDAC-1-Flag were analyzed by Western blotting. Interestingly, HA-E2F-1 was detected in HDAC1-Flag complexes only in the presence of Myc-Smad7. These results indicate that Smad7 can indeed mediate an interaction between HDAC-1 and E2F-1 through formation of a molecular complex (Fig. 5A, lanes 2, 4). Since H141A HDAC-1 also had the ability to form a complex containing E2F-1 in the presence of Smad7, we conclude that deacetylase activity is dispensable for HDAC-1 recruitment.

We have found that a substitution mutation of lysine 359 (K359A), although it did not affect the nuclear localization as observed in the wild-type (unpublished data), thoroughly removed the growth inhibition effect of Smad7 (Fig. 4A). To examine whether Lys359 is important for the association of Smad7 with E2F-1, a Flag-tagged K359A Smad7 (K359A Flag-Smad7) expressed in NIH 3T3 cells was immunoprecipitated from nuclear extracts with an α-Flag antibody. Western blots demonstrated that K359A Flag-Smad7 bound considerably less to endogenous E2F-1 than the wild-type Smad7 (Fig. 4B). A similar result was observed in cotransfected 293T cells expressing HA-E2F-1 and either wild-type or K359A mutant Myc-Smad7 (Fig. 4C).

We subsequently tested whether Lys359 was necessary for Smad7 linking HDAC-1 and E2F-1. For this purpose, combinations of Myc-Smad7 variants, HA-E2F-1 and HDAC-1-Flag expressed in 293T cells were analyzed through immunoprecipitation and Western blotting. K359A Myc-Smad7 bound to both HDAC1-Flag and its H141A mutant with an efficiency similar to that of wild-type Smad7 (Fig. 5A, middle panel, lanes 4, 5, 7, 8), whereas the amount of K359A Myc-Smad7 binding to HA-E2F-1 was significantly lower when compared with that of wild-type Smad7 (Fig. 5A, lanes 4, 5). Consistently with this, HA-E2F-1 was not detected in immune complexes of HDAC1-Flag and K359A mutant Smad7 (Fig. 5A, upper panel, lanes 4, 5, 7, 8). Taken together, these data indicate that Lys359 of Smad7 is critical for association with E2F-1, but not with HDAC-1. In addition, we suggest that the proliferation-arresting activity of Smad7, which requires Lys359, acts as a bridge that links E2F-1 to the deacetylase activity of HDAC-1. Although the interaction of Smad7-HDAC1 complex with E2F-1 appeared relatively weak in coimmunoprecipitation tests, it might be possible that Smad7-HDAC1 interacts more strongly with complexes of E2F-1 and DP proteins, or E2F1 and DNA, in vivo.

Smad7 induces repression of E2F-dependent transcription through HDAC activity

Upon observing that Smad7 can form a ternary complex with E2F1 and HDAC1, we next examined the effects of Smad7 on E2F1 function by measuring the expression of genes regulated by E2F1. Total RNA prepared from NIH 3T3 cells 24 h after infection by vectors holding either the wild-type Smad7 or its K359A mutant were subjected to semi-quantitative RT-PCR analyses for assessment of the transcript levels of various endogenous genes. As shown in Fig. 5B, Smad7 caused a significant transcript decrease in the dihydrofolate reductase (Dhfr) gene, which is known to be responsive to E2F1 via an E2F1-binding sequence (Blake and Azizkhan, 1989; DeGregori et al., 1997; Fry et al., 1997; Fry et al., 1999). In contrast, K359A Smad7, which is unable to bind to E2F1, had little effect. We observed a similar transcript reduction in Smad7-expressing cells for the thymidine kinase (Tk) gene, but not for the Smad4 gene (Fig. 5B). Because the appearance and proliferation of cells, and the levels of cyclin A transcript were indistinguishable (Fig. 5B) (Kitamura et al., 2005), repression of the Dhfr and Tk genes seems to be a very early response to Smad7 that precedes the cell cycle arrest.
Fig. 3. See next page for legend.
Biology Open

48, 72 and 96 h was measured as DNA content in each well. Transduced genes were as follows: Smad7, and of endogenous HDAC-1, HDAC-2, Cyclin A, Cyclin D1 and Smad4 proteins.

Fig. 3. Release of Smad7-induced cell cycle arrest by the H141A mutant of HDAC-1. (A) NIH3T3 cells were infected with either control, wild-type or K359A Smad7 vectors, replated 24 h later and cultured further 24 h. Following serum starvation for 8 h, the cells were harvested in DMEM containing 10% FBS to induce endogenous E2F-1. Nuclear extracts prepared 14 h later were incubated with α-Flag to immunoprecipitate complexes containing Flag-Smad7 or Flag-K359A Smad7. The immune complexes (left) and the nuclear extracts (right) were analyzed by Western blotting using α-E2F-1, and then α-Flag for comparable levels of Flag-Smad7 variants. (B) Effect of K359A on Smad7 association with E2F-1 in transfected 293T cells. Total cell extracts containing the indicated combinations of HA-tagged human E2F1, Myc-Smad7 and K359A Myc-Smad7 expressed in 293T cells were subjected to immunoprecipitation using α-Myc. The immune complexes (left panels) and the total lysates (right panels) were analyzed by Western blotting with α-HA to detect HA-E2F-1 (upper panels). Blots were re-probed with α-Myc for wild-type and K359A Myc-Smad7 (lower panels).

These results suggest that Smad7 caused specific genes to be silenced in a manner dependent on its binding to E2F-1. Moreover, this suggests that Smad7 acts as a bridge between E2F-1 and HDAC-1, the latter being able to repress acetyl groups to reconstitute the chromatin around its association sites. Indeed, H141A HDAC-1 alleviated the Smad7-mediated repression of Dhfr and Tbk (Fig. 5B), further supporting the notion that Smad7 exerts its effects by bringing HDAC proteins to E2F-1 situated at the regulatory region of genes that are important for cell cycle progression.

Fig. 4. Association of wild-type and K359A Smad7 with E2F-1. (A) K359A Smad7 mutant lost growth inhibitory activity. NIH 3T3 cells were infected with wild-type or K359A Smad7 and replated. The number of cells in each culture after 72 h of re-plating was measured (see Fig. 3D legend). Data represent means with S.D. from triplicate experiments. (B) Endogenous E2F-1 complexed with Smad7 but not with K359A mutant Smad7. NIH 3T3 cells were transfected with control, Flag-Smad7 or K359A mutant vectors, replated 24 h later and cultured a further 24 h. Following serum starvation for 8 h, the cells were harvested in DMEM containing 10% FBS to induce endogenous E2F-1. Nuclear extracts prepared 14 h later were incubated with α-Flag to immunoprecipitate complexes containing Flag-Smad7 or Flag-K359A Smad7. The immune complexes (left) and the nuclear extracts (right) were analyzed by Western blotting using α-E2F-1, and then α-Flag for comparable levels of Flag-Smad7 variants. (C) Effect of K359A on Smad7 association with E2F-1 in transfected 293T cells. Total cell extracts containing the indicated combinations of HA-tagged human E2F1, Myc-Smad7 and K359A Myc-Smad7 expressed in 293T cells were subjected to immunoprecipitation using α-Myc. The immune complexes (left panels) and the total lysates (right panels) were analyzed by Western blotting with α-HA to detect HA-E2F-1 (upper panels). Blots were re-probed with α-Myc for wild-type and K359A Myc-Smad7 (lower panels).

To analyze whether the mouse Dhfr gene is associated with E2F-1, Smad7, HDAC-1, or a combination thereof, its promoter region was subjected to chromatin immunoprecipitation assays. Cell lysates containing cross-linking chromatin were prepared from NIH 3T3 cells infected with either control or Smad7 vectors and then serum-stimulated for the induction of endogenous E2F-1. After sonication, immune complexes including fragmented genomic DNA were purified using an antibody specific to E2F-1, Smad7 but not with K359A mutant Smad7. NIH 3T3 cells expressing Smad7 and either wild-type or K359A HDAC-1 were harvested 72 h later. Acetylation levels were examined by Western blottting using α-HA to detect HA-E2F-1 and then α-Flag for comparable levels of Flag-Smad7 variants. (B) Effect of K359A on Smad7 association with E2F-1 in transfected 293T cells. Total cell extracts containing the indicated combinations of HA-tagged human E2F1, Myc-Smad7 and K359A Myc-Smad7 expressed in 293T cells were subjected to immunoprecipitation using α-Myc. The immune complexes (left panels) and the total lysates (right panels) were analyzed by Western blotting with α-HA to detect HA-E2F-1 (upper panels). Blots were re-probed with α-Myc for wild-type and K359A Myc-Smad7 (lower panels).

Fig. 3. Release of Smad7-induced cell cycle arrest by the H141A mutant of HDAC-1. (A) Minimal effect on the level and localization of Smad7 when co-expressed with either wild-type or H141A HDAC-1, NIH 3T3 cells infected with combinations of retroviral vectors expressing the indicated protein: Smad7, wild-type HDAC-1, or an alanine substitution mutant for histidine 141 in HDAC-1 (H141A HDAC-1). Cells re-plated 48 h before fixation were single- or double-stained with rabbit α-Smad7 and mouse α-Flag antibody, followed by visualization with Alexa488-labeled α-rabbit Ig (green) and a Cy3-labeled α-mouse Ig (red) secondary antibody, respectively. Bars, 40 μm. (B) Effect of H141A HDAC-1 on the acetylation level of histone H3. NIH 3T3 cells were infected with control or retroviral vectors expressing Flag-tagged wild-type or H141A HDAC-1, and harvested 72 h later. Acetylation levels were examined by Western blotting using an antibody specific for acetylated histone H3 at both Lys9 and Lys13. Comparable protein levels were confirmed for total endogenous histone H3 in each sample and for exogenous wild-type and H141A HDAC-1 by using α-histone H3 and α-Flag, respectively. (C) Microscopic images of the cultures were taken to monitor the proliferation and morphology of NIH 3T3 cells expressing Smad7 and either wild-type or H141A HDAC-1. After 12 h of serial vector infection, cells were seeded (2 × 10^5 a well of 6-well plate) and periodically photographed until 96 h under a phase-contrast microscope. Bars, 200 μm. (D) Effects of H141A HDAC-1 on Smad7-induced proliferation arrest. After 12 h of infection, NIH 3T3 cells (5 × 10^3 a well of 96-well plate) were seeded to allow proliferation. The number of cells at 12, 24, 48, 72 and 96 h was measured as DNA content in each well. Transduced genes were as follows: α, two controls; ▲, H141A HDAC-1 and a control; Δ, wild-type HDAC-1 and a control; ○, a control and Smad7; ■, H141A HDAC-1 and Smad7; and □, wild-type HDAC-1 and Smad7. Data indicate means with S.D. from triplicate assays. (E) Effects of a dominant-negative HDAC-1 against Smad7 on the levels of various proteins. Cells infected with control, H141A HDAC-1, or Smad7 vectors were seeded (3 × 10^3 cells/a 60-mm dish) and harvested at 72 h of culture. Western blots show the levels of exogenous Flag-tagged H141A HDAC-1 and Smad7, and of endogenous HDAC-1, HDAC-2, Cyclin A, Cyclin D1 and Smad4 proteins.
Fig. 5. Repression of E2F-regulated genes by Smad7-linked association between E2F-1 and HDAC-1. (A) An in vivo complex of HDAC-1 and E2F-1 is mediated by Smad7 depending on Lys359. E2F1, Smad7, HDAC-1 and their variants, each with separate epitope tags, were expressed in 293T cells at the indicated combinations. Complexes containing HDAC-1-Flag or H141A HDAC-1-Flag were immunoprecipitated with α-Flag from total cell extracts. The immune complexes (left) and total lysates (right) were examined by Western blotting to detect E2F-1, Smad7 and HDAC-1 variants by using α-HA, α-Smad7 and α-Flag, respectively. (B) Smad7-induced repression of the Dhfr and Tk genes, both of which are regulated by E2F factors. (Left) Total RNA was prepared from NIH 3T3 cells infected with retro vectors for wild-type or K359A Smad7 and H141A HDAC-1, as shown, and cultured for 24 h. Complementary DNAs were synthesized from 1 μg RNA by reverse transcription with random primers. Equal aliquots from each reaction were used for PCR to amplify cDNA fragments of Dhfr (371 bp), Tk (411 bp), Cyclin A (459 bp) and Smad4 (358 bp), and subjected to agarose gel electrophoresis to detect the amplified products. (Right) Expression levels of wild-type/K359A Smad7 and H141A HDAC-1 were examined. Lysates from NIH3T3 cells infected as in (left) were analyzed by Western blotting using α-Smad7 or α-Flag antibody. (C) Association of Smad7 and HDAC-1 to the promoter region in the Dhfr gene that includes E2F-responsive sites. (Left) The promoter region of the mouse Dhfr gene is schematically represented. Hatched boxes denote E2F-responsive sites Fry et al., 1999). Lower arrows (P1 and P3; P2 and P6) indicate the positions of primer sets for PCR. The upper arrow (labeled as Dhfr) represents the major transcription start site Fry et al., 1999). A putative PCR fragment obtained from a control distal region (316 bp) and that from an E2F site-containing region (629 bp) proximal to the start site are shown as gray bars. (Right) Subregions in the promoter of the Dhfr gene were analyzed by chromatin immunoprecipitation assays by using control IgG and antibodies specific for Smad7, E2F-1 and HDAC-1, respectively. NIH 3T3 cells infected with control (−) or Smad7 vectors (+) were cultured in DMEM with 10% FBS for 14 h and harvested for assays. Genomic DNA fragments in the chromatin collected with each indicated antibody was used as a template for PCR. Products were subjected to electrophoresis to detect the fragments predicted in the left panel.
plausible E2F-recognition sites (proximal region) or a negative control with no noticeable E2F site (distal region) (Blake and Azizkhan, 1989; Fry et al., 1997). The patterns of the amplified fragments indicated that Smad7 located at the proximal but not distal region (Fig. 5C), suggesting the existence of a target site for Smad7 in the former. Indeed, E2F-1 was found to bind Smad7 in this region (Fig. 5C, lane 7), presumably through its ability to recognize sequence-specific DNA, whereas Smad7 had no apparent influence on the association between E2F-1 and DNA (Fig. 5C, lane 8). Interestingly, the expression of Smad7 markedly increased the level of HDAC-1 in the proximal region (Fig. 5C, compare lanes 9, 10), implying a complex that included HDAC-1, Smad7 and E2F-1 at this site. Taken together with the above results that Smad7 linked HDAC-1 and E2F-1, and that Smad7 caused the diminished expression of Dhfr in an HDAC-1-dependent manner, we suggest that nuclear Smad7 may bring HDAC-1 to E2F-1, which is located at the promoter of Dhfr, to induce its repression.

Excess E2F-1 rescues growing cells from Smad7-induced arrest of proliferation

To evaluate the role of E2F in Smad7 proliferation arrest, we tested its effects on NIH 3T3 cells by transducing either or both exogenous E2F-1 and Smad7. At 72 h after serial introduction of the retroviral vectors, the levels of Flag-E2F-1 and Smad7 proteins were indeed substantial, but only slightly influenced by one another (Fig. 6A). While overexpression of E2F-1 is known to stimulate the activity of genes harboring E2F-responsive elements (Fry et al., 1999), the proliferation of cells expressing exogenous E2F-1 was comparable to that of control cells placed in 10% FBS for 72 h (Fig. 6B). In contrast to proliferation-inhibited cells expressing solely Smad7, cells expressing E2F-1 and Smad7 exhibited an almost normal proliferation with nontransformed phenotypes (Fig. 6B). These results indicate that excess amounts of E2F-1 can overcome the inhibitory effects of Smad7. Moreover, they strongly suggest that when endogenous E2F-1 is bound to Smad7, its activity is insufficient for stimulating the genes that are required for the cell cycle progression, and that this is a major mechanistic reason for the arrest of cell proliferation.

Endogenous Smad7 associates with HDAC-1 and E2F-1, and represses an E2F-responsive promoter

In proliferating NIH 3T3 fibroblast cells, endogenous levels of Smad7 that can cause cell cycle arrest are very low. To elucidate the physiological role of the linkage between Smad7, HDAC-1 and E2F-1 in untransfected cells, we used human lung A549 cells which have detectable levels of Smad7 protein expression. We initially examined Smad7 in immune complexes collected with α-HDAC-1 or α-E2F-1 from nuclear extracts of A549 cells. Western blot analyses with α-Smad7 showed that endogenous Smad7 associated with both endogenous HDAC-1 (Fig. 7A) and E2F-1 (Fig. 7B). Our data suggest their nuclear complex is present in untransfected cells in a manner similar to that in Smad7-transduced NIH 3T3 cells.

Fig. 6. Restoration of cell proliferation by E2F-1 from the Smad7-induced arrest in NIH 3T3 cells. (A) Minimal effect of ectopic E2F-1 on the level of Smad7. NIH 3T3 cells were infected with retroviral vectors containing control, Smad7 or Flag-E2F-1, as indicated, and re-plated for further culture for another 72 h. The levels of Smad7 and Flag-E2F-1 were examined by Western blots of total cell extracts using α-Smad7 and α-E2F-1. (B) NIH 3T3 cells transduced in (A) were photographed periodically at the indicated time points to monitor their growth and morphology (see Fig. 5 legend). Bars, 200 μm. The number of cells in each culture after 72 h of re-plating was measured (see Fig. 3D legend). Data represent means with S.D. from triplicate experiments.
We next tested if endogenous Smad7 regulated the transcriptional activity of E2F factors. The E2F-responsive reporter plasmid pGVB2-E2F×4 was introduced into A549 cells in combination with either siRNA for Smad7 (siSmad7), or non-targeting control siRNA. Endogenous Smad7 was effectively and specifically knocked-down in siSmad7-transfected cells, as indicated by Western blotting (Fig. 7C, lower panel). Furthermore, upon FBS treatment for endogenous E2F, siSmad7 treatment induced a significant elevation (up to ~160%) of E2F-responsive reporter activation as compared to control-treated cells (Fig. 7C, upper panel). These results suggest that Smad7 regulates E2F-1-mediated transcriptional activation through an endogenous repressive complex formed with HDAC-1 and E2F-1 in untransfected cells. Although enhanced transcriptional activity of E2F by siSmad7 was observed, its influence on proliferation of A549 cells was not evident (data not shown). This observation is presumably due to the cell-type-dependent effect of Smad7 on cell proliferation, which needs further investigation.

**Discussion**

The physiological roles of cells depend on multiple signaling pathways that control the cell fate through proliferation, differentiation, or growth arrest. The disruption of this control can lead to pathologies such as tumorigenesis. Maintaining cells in a quiescent state is therefore critical and it indeed occurs through a variety of mechanisms that regulate the activity of E2F family of transcription factors (Frolov and Dyson, 2004; Polager and Ginsberg, 2008). In this study, we found that Smad7 forms a nuclear complex with HDAC-1 and HDAC-3 and brings HDAC-1 to E2F-1, resulting in the repression of E2F-responsive genes. We also found that a Smad7 substitution mutant lacking the ability to bind to E2F-1 can neither act as a transcriptional corepressor nor induce proliferation arrest.

E2F family proteins are transcription factors that recognize specific sequences as a DNA-binding heterodimer with a DP protein and participate in cell cycle control by regulating gene expression (Lam and La Thangue, 1994; Trimarchi and Lees, 2002; Polager and Ginsberg, 2008). E2F-1, -2, and -3, which constitute an activator class of E2F family members, stimulate gene expression required in S-phase and play important roles for the G1- to S-phase transition, whereas E2F-4, -5, and -6 normally act as dominant repressors to keep cells in G0-phase (Classon and Dyson, 2001; Trimarchi and Lees, 2002). The effects of E2F are controlled by pRb, which has the potential to arrest the cell cycle (Luo et al., 1998; Mulligan and Jacks, 1998; Classon and Dyson, 2001). pRb and its related members, p107 and p130, physically associate with E2F and repress E2F-responsive genes through mechanisms that involve HDAC recruitment (Brehm et al., 1998; Dyson, 1998; Magnaghi-Jaulin et al., 1998; Zhang et al., 2000). In the present study, we have shown that Smad7 causes HDAC-1 to link with E2F-1 at particular recognition sites to repress the activity of E2F target genes. Although the proposed action of Smad7 is seemingly similar to that of pRb i.e. acting as a bridge to form a ternary complex between E2F and HDAC, the role of Smad7 and pRb in cell cycle regulation appears to be quite different. The protein levels of pRb are fairly constant throughout the cell cycle and its function is primarily regulated by phosphorylation (Beijersbergen et al., 1995; Grana et al., 1998; Nevins, 1998). During the progression of G1-phase, pRb sequentially becomes
phosphorylated due to the activation of cyclin-dependent kinases, including the cyclins D-Cdk4 and E-Cdk2, leading to the release of E2F which in turn allows the activation of the genes required for the cell cycle progression (Beijersbergen et al., 1995; Dyson, 1998; Grana et al., 1998; Nevin, 1998; Zhang et al., 2000). In contrast, the expression of Smad7 is largely regulated by various extracellular stimuli such as cytokines including TGF-β (Nakao et al., 1997), IFNγ (Ulloa et al., 1999) and TNFα (Bitzer et al., 2000). Therefore Smad7, as opposed to pRb (which maintains cell cycle order), may cause a transient arrest of the cell cycle in proliferating cells. In addition to the slowing down of proliferation due to the stimulation of Cdk inhibitors that occurs in response to the above cytokines (Polyak et al., 1994; Jeoung et al., 1995; Subramaniam et al., 1998; Seoane et al., 2001; Basile et al., 2003), the repressive effect of Smad7 on E2F responsive genes would also contribute to the cell cycle control at the level of transcription.

In NIH 3T3 cells undergoing Smad7-induced proliferation arrest, endogenous HDAC-1 and HDAC-3 were found to form complexes with Smad7. These results are consistent with those of previous reports showing that both Smad6 and Smad7 can associate with various nuclear factors (Bai et al., 2000; Kavasak et al., 2000; Ichijo et al., 2005; Kollias et al., 2006). Comparative assays using a series of transiently overexpressed HDACs have also suggested a preferential interaction between Smad7 and HDAC-1 or HDAC-3 (Simonsson et al., 2005). In addition, the stable expression of a dominant-negative form of HDAC-1 (H141A HDAC-1), which has a point mutation at its catalytic center of deacetylase activity, can potently induce the reversion of Smad7-induced phenotypes that appeared in fibroblast cells. This is likely due to its competition with endogenous HDAC-1 for interacting factors such as Smad7 and other proteins. Along with the critical role of HDACs in a functional Rb complex (Brehm et al., 1998; Luo et al., 1998; Magnaghi-Jaulin et al., 1998), our findings strongly suggest that HDAC-1 activity is essential for Smad7’s ability to arrest the cell cycle. The effects of the dominant-negative HDAC-1 on HDAC-3 action were not assayed in this study. Furthermore, we have not tested whether Smad7-associating HDAC-3 has a function similar to that of HDAC-1. Despite the unclear role of HDAC-3 on Smad7 activity, their interaction in vivo might be significant for adipogenesis because both Smad7 and a combination of HDAC-3 and pRb can influence adipocyte differentiation (Choy et al., 2000; Fajas et al., 2002).

The major function of R- and Co-Smad members is to regulate transcription by mediating upstream signals into the nucleus and by interacting with diverse transcription factors (Massague and Wotton, 2000; Moustakas et al., 2001) even though I-Smads have been shown to act as cytoplasmic antagonists in the Smad pathway (Hayashi et al., 1997; Hata et al., 1998). Our and others’ findings showing that each I-Smad can bind to different nuclear factors such as DNA-binding proteins, including Hoxc-8 (Bai et al., 2000), glucocorticoid receptor (Ichijo et al., 2005), MyoD (Kollias et al., 2006) and E2F-1 (this study), therefore suggest that I-Smads also actively participate in transcriptional regulation in the nucleus. For example, Smad7 inactivates E2F-responsive genes in NIH 3T3 cells by complex formation with HDAC-1 and E2F-1, indicating that Smad7 can act as a transcriptional corepressor. Similarly, Smad6 is known to repress the osteopontin gene by binding to both Hoxc-8 and HDAC-1, thereby increasing their repression ability in Mv1Lu cells (Bai and Cao, 2002). Direct interaction of Smad7 with endogenous HDACs in NIH 3T3 cells and with recombinant ones in vitro suggest that the nuclear localization of Smad7 may be the result of its retention by partner molecules, such as nuclear HDAC complexes. In this regard, it would be interesting to investigate the similarity in the regulatory mechanism of target gene expression between nuclear Smad7 and R-Co-Smads. This may provide an evolutionary understanding of the Smad family and help identify if regulation in the nucleus arose as an ancestral function prior to activity in the cytoplasm.

The MH2 domain plays critical and distinct roles in the Smad family through its interactions with various partner proteins (Heldin et al., 1997; Massague and Wotton, 2000). In the present study, we identified the Smad7 MH2 domain as an essential region of interaction with both HDAC-1 and E2F-1. Although these bindings simultaneously occurred in the MH2 domain, they are independent and not mutually exclusive. In particular, the docking site for E2F-1 strictly requires the Lys359 residue of Smad7 while that for HDAC-1 does not, suggesting separate binding locations. The MH2 domain can thus bind to HDAC-1 and E2F-1, linking them together. Although whether such an effect is specific to Smad7 is currently unknown, it was previously shown that Smad3 binds to p107 and either E2F-4 or E2F-5 by its MH2 domain, resulting in a functional link between these nuclear proteins (Chen et al., 2002). In view of the fact that the MH2 domain can associate with numerous kinds of molecules in the Smad pathway (Moustakas et al., 2001; Wu and Hill, 2009), this domain likely serves for intracellular signal crosstalk for bridging two or more factors, which can expand into interaction with other signaling networks.

A conserved pocket structure in the MH2 domain, the loop-strand pocket, has been shown to recognize the C-terminal end peptides of activated Smad1 and Smad2 for oligomerization, and has been suggested to act as a docking site for other proteins containing phospho-serine residues (Qin et al., 2001; Wu et al., 2001). Since the key residues composing the pocket structure are mostly conserved in Smad7, it may have such a site in its MH2 domain. Lys359, a residue crucial for Smad7 proliferation arrest activity, is one such key pocket residue in Smad1 and Smad2 (Qin et al., 2001; Wu et al., 2001) and is thus potentially involved in the interactions with other factors. Our K359A mutant showed little difference in its binding affinity to HDAC-1 compared to the wild-type Smad7. In contrast, binding to E2F-1 was significantly reduced, suggesting that the presumed pocket site is responsible for the interaction between Smad7 and E2F-1. Interestingly, E2F-1 has been shown to be phosphorylated at two Ser residues in G1-phase following serum stimulation on NIH 3T3 cells, hence inhibited its interaction with pRb (Fagan et al., 1994). Thus, Smad7 may recognize E2F-1, preferably in its phosphorylated form, which is free of pRb, and repress E2F-1 transcriptional activity by recruiting HDAC-1. It might also be possible that another protein in place of E2F-1 binds to the loop-strand pocket of Smad7, perhaps in a phosphorylation-dependent fashion. HDAC-1 interaction with Smad7 is nondisturbing and independent of the E2F-1 binding site and this may imply that Smad7 can associate in the pocket region with transcription factors other than E2F-1, the corresponding gene expression through HDAC activity.

The present results demonstrate a molecular basis for the nuclear action of Smad7 on cell cycle arrest. However, further studies are needed to elucidate the physiological relevance of this
activity of Smad7. Based on this, we provide a model in which Smad7 brings HDAC-1 to E2F-1 targeted at the loop-strand pocket. This suggests that Smad7 suppresses the activity of diverse transcription factors that interact with this pocket in an HDAC-dependent manner. Smad7 may act as a transcriptional corepressor in a wide range of biological processes.

Materials and Methods

Cell culture
Cells were cultured in Dulbecco’s modified Eagle’s medium (DMEM; Sigma D5796), supplemented with 10% heat-inactivated (56°C, 0.5 h) fetal bovine serum (FBS), and ampicillin and streptomycin at 0.1 mg/ml each. Cell proliferation was assessed by the quantity of DNA in cultures through measurement of the CyQUANT dye fluorescence (Molecular Probes). To monitor DNA replication, 3 x 10^5 cells per well were seeded in 96-well plates and labeled in medium containing [methyl-3H]-thymidine (0.5 μCi, Amersham) for the last 4 h of the 72 h culture. Insoluble genomic DNA prepared from cells lysed in 0.1% SDS was trapped onto 96-well filter plates (Packard Instrument) and applied to a scintillation counter for radioactivity counting of the incorporated thymidine.

DNA clones
Expression vectors for murine Smad7 and prooviral vector pGIV-ypur were prepared as described previously. Kitaoka et al. (2000) prepared by replacing the wild-type Lys359 codon (AAA) with an Ala codon (GCA) using oligonucleotide-directed mutagenesis. For truncated variants (amino acid number: 1–408, 1–380, 1–259, 620–426, and 226–426), Xhol-XbaI DNA fragments were generated by PCR and attached with a sequence that included the initiator Met and a Myc-tag at the N-terminal. All expression plasmids were constructed by inserting corresponding DNA fragments into an appropriate site of the expression vector pactEF (Okazaki and Sagata, 1995). Cloned cDNAs for C-terminally Flag-tagged human HDAC-1, and H141A mutants of HDAC-1 were kindly provided by Dr. N. Shindoh (Astellas Pharma, Tsukuba, Japan). Complementary DNAs for N-terminally HA-tagged E2F-1 were amplified from PCR from brain cDNA using primer sets designed in accordance with known sequences. For construction of the E2F responsive luciferase reporter, four tandem E2F-binding sites (5'pGVB2-E2Fx4, synthetic oligonucleotides containing four tandem E2F-binding sites from the E2A promoter) were singly inserted on the day of transfection with the indicated expression vectors. After 16 h, cells were rendered quiescent in medium containing reduced (0.2%) FBS for 24 h, followed by stimulation of the medium with 10% FBS for 14 h. Nuclei were isolated from cells (Smad7 transfected NIH 3T3 cells or non-transfected A549 cells) that were collected in 10 mM Hepes-KOH, pH 7.9, 10 mM KCl, 0.1 mM EDTA, 0.1 mM EGTA, 1 mM DTT, 0.5 mM PMSF and 0.2% NP-40, and then extracted in buffer containing 20 mM Hepes-KOH, pH 7.9, 0.4 M NaCl, 1 mM EGTA, 1 mM EDTA, 1 mM DTT and 1 mM PMPSF on ice for 1 h. Each extract, including 300 μg of protein, was subjected to immunoprecipitation after three-fold dilution with buffer containing 20 mM Tris-HCl, pH 7.5, 150 mM NaCl and 1 mM DTT.

In vitro binding assays with recombinant proteins
GST-Smad7 and GST-Flag-HDAC proteins were expressed in E. coli BL21(DE3) cells (Novagen) by induction with 0.5 mM IPTG at 15°C for 18 h. GST fusions in the cleared lysate from harvested cells were bound to glutathione-Sepharose 4B beads according to the manufacturer’s instructions (Amersham Pharma). Flag-HDAC proteins were separated from the beads by elution by cleaving GST-Flag-HDACs with 80 μl of a sequence-specific protease (PreScission; Amersham Pharma) at 4°C for 16 h.

Reverse transcriptase-PCR analyses
Total RNA was extracted by ISOGEN solution (Wako) and used for the synthesis of cDNA using the SuperScript preamplification system (GIBCO) and then treated with RNaseH. PCR was performed with KOD DASH DNA polymerase (Toyobo, Osaka, Japan) with 100 ng each primer (10 μM Tris-HCl, pH 7.5, 150 mM NaCl, 1 mM DTT and 1% BSA) for 30 min at 4°C at constant rotation. The beads were extensively washed four times with 1 ml ice-cold buffer containing 20 mM Tris-HCl, pH 7.5, 150 mM NaCl, 1 mM EDTA and 0.1% NP40. Protein complexes were eluted from the beads and denatured by boiling in SDS sample buffer for immunoblotting, as described above.

Immunofluorescent staining
On the day following infection of the retrovirus vector, NIH 3T3 cells were placed on slides (eight-well Lab-Tek chamber, Nunc) and further cultured for 24 h. Cells were then fixed in Hepes-buffered saline containing 4% paraformaldehyde for 10 min and permeabilized with 0.2% Triton X-100 in TBS for 5 min. After blocking with 3% BSA in TBS for 1 h, cells were incubated with rabbit anti-Smad7 antibody or mouse anti-Flag antibody in 3% BSA for 2 h, followed by incubation with Alexa488-labeled rabbit Ig antibody or Cy3-labeled mouse Ig antibody, respectively, in 5% skimmed milk in TBS for 1 h. Following each incubation, cells were extensively washed with TBS high salt buffer (20 mM Tris-HCl, pH 7.5, 1 M NaCl and 0.1% Tween-20). Stained cells were examined by fluorescence microscopy and photographed (Axioptroph).
as follows: denaturation at 96°C for 2 min followed by 40 cycles at 96°C for 30 s, 62°C for 3 s and 74°C for 30 s. Primer sets were designed to have distal (P1: 5'-
cttcgcctgcaagc-3', P3: 5'-gagtaggttttaggggtc-3') and proximal (P2: 5'-
cacacagcgatactc-3', P6: 5'-gttgccgcaagc-3') regions in the promoter of the murine Dihfr gene (Fry et al., 1997).

siRNA transfection and reporter experiments
Small interfering RNA (siRNA) for Smad7 and non-targeting control siRNA were purchased from Santa Cruz Biotech (SC-36508 and SC-37007, respectively). Transfection of pGVB2-E2F x 4 in combination with siRNA into A549 cells was performed using Lipofectamine 2000 (Invitrogen) according to the manufacturer’s instructions. Briefly, 5 x 10⁵ cells were plated in 24-well plates on the previous day of transfection. On the following day, the cells were transfected with pGVB2-E2F x 4 (100 ng) in combination with siRNA (20 pmol) using Lipofectamine 2000. After 16 h transfection, the cells were washed with PBS and serum-starved in DMEM containing 0.2% FBS for 40 h, followed by stimulation with 10% FBS for 18 h. The cells were then lysed and subjected to luciferase assay using Luciferase Assay System (Promega).

Acknowledgements
We would like to thank Nobuaki Shindoh for the human cDNA encoding HDAC-1. H141A HDAC-1, HDAC-2 and HDAC-3. We would like to thank Nobuaki Shindoh for the human cDNA encoding HDAC-1, H141A HDAC-1, HDAC-2 and HDAC-3. We also thank Ruriko Sakamoto for her kind help and Shin-ichi Aota for his valuable discussions. This research was supported in part by the New Energy and Industrial Technology Development Organization of Japan. This study was partly supported by the Ministry of Education, Culture, Sports, Science and Technology of Japan, Grant-in-Aid for Scientific Research (B) to K. O.

References
Afarkhate, M., Moren, A., Jossan, S., Itoh, S., Sampath, K., Westermarck, B., Heldin, C. H., Heldin, N. E. and ten Dijke, P. (1998). Induction of inhibitor Smad5 and Smad6 mRNA by TGF-beta family members. Biochem. Biophys. Res. Commun. 249, 505-511.
Allen, V. G., Faulkner, R. and Mirsky, A. E. (1964). Acetylation and methylation of histones and their possible role in the regulation of RNA synthesis. Proc. Natl. Acad. Sci. USA 51, 786-794.
Astra, S., Nakajima, N., Sakamoto, R., Watanabe, S., Ibaraki, N. and Okazaki, K. (2003). Pax6 autoregulation mediated by direct interaction of Pax6 protein with the head surface ectoderm-specific enhancer of the mouse Pax6 gene. Dev. Biol. 257, 1-13.
Bai, S. and Cao, X. (2000). Smad7 inhibits mesoderm formation and promotes neural cell fate in Xenopus embryos. Dev. Biol. 220, 260-268.
Bitter, M., von Gersdorff, G., Liang, D., Dominguez-Rosas, A., Beg, A. A., Rojkind, M. and Bottiger, E. P. (2000). A mechanism of suppression of TGF-beta/beta1-mediated Smad signaling by NF-κB/CBP. Oncogene 19, 257-267.
Bouhadir, R., Eichten, A., Acsay, V. and Munger, K. (2003). NF-kappaB-mediated induction of p21(Cip1/Waf1) by tumor necrosis factor alpha induces growth arrest and cytoprotection in normal human keratinocytes. Mol. Cancer Res. 1, 262-270.
Beijersegers, R. L., Carlee, L., Kerkhoven, R. M. and Bernards, R. (1995). Regulation of the retinoblastoma protein-related p107 by G1 cyclin complexes. Genes Dev. 9, 1340-1353.
Bhushan, A., Chen, Y. and Vale, W. (1998). Smad7 inhibits mesoderm formation and promotes neural cell fate in Xenopus embryos. Dev. Biol. 220, 260-268.
Bittner, M., von Gersdorff, G., Liang, D., Dominguez-Rosas, A., Beg, A. A., Rojkind, M. and Bottiger, E. P. (2000). A mechanism of suppression of TGF-beta/beta1-mediated Smad signaling by NF-κB/CBP. Oncogene 19, 257-267.
Blake, M. C. and Azizkhan, J. C. (1989). Transcription factor E2F is required for efficient expression of the hamster dihydrofolate reductase gene in vitro and in vivo. Mol. Cell. Biol. 9, 4944-5002.
Bolden, J. E., Peart, M. J. and Johnstone, R. W. (2006). Anticancer activities of histone deacetylase inhibitors. Nat. Rev. Drug Discov. 5, 769-784.
Brehm, A., Miska, E. A., McCance, D. J., Reid, J. L., Bannister, A. J. and Kouzarides, T. (1998). Retinoblastoma protein recruits histone deacetylase to repress transcription. Nature 391, 597-601.
Chen, C. R., Kang, Y., Siegel, P. M. and Massague, J. (2002). E2F4/5 and p107 as Smad co-effectors linking the TGFbeta receptor to c-cmyc repression. Cell 110, 19-31.
Chen, X., Weisberg, E., Friedmacher, V., Watanabe, M., Naco, G. and Whitman, M. (1997). Smad4 and FAST-1 in the assembly of activin-responsive factor. J. Biol. Chem. 272, 373-749.
Kavak, P., Rasmussen, R. K., Causey, C. G., Bonni, S., Zhu, H., Thomas, G. H. and Wrana, J. L. (2000). Smad7 binds to Smurf2 to form an E3 ubiquitin ligase that targets the TGF beta receptor for degradation. Mol. Cell. 6, 1365-1375.

Khochbin, S., Verdel, A., Lemerici, C. and Seigneurin-Berny, D. (2001). Functional significance of histone deacetylase diversity. Curr. Opin. Genet. Dev. 11, 162-166.

Kitamura, K., Aota, S., Sakamoto, R., Yoshida, S. I. and Okazaki, K. (2000). Smad7 selectively interferes with different pathways of active signaling and inhibits erythroid leukemia cell differentiation. Blood 95, 3371-3379.

Kitamura, K., Aota, S., Sakamoto, R., Emori, T. and Okazaki, K. (2005). Smad7 induces G0/G1 cell cycle arrest in mesenchymal cells by inhibiting the expression of G1 cyclins. Dev. Growth Differ. 47, 537-552.

Kouzarides, T. (1999). Histone acetylases and deacetylases in cell proliferation. Curr. Opin. Genet. Dev. 9, 40-48.

Kouzarides, T. (2000). Acetylation: a regulatory modification to rival phosphorylation? EMBO Rep. 1, 75-79.

Lam, E. W. and La Thangue, N. B. (1994). DP and E2F proteins: coordinating transcription with cell cycle progression. Curr. Opin. Cell Biol. 6, 859-866.

Lee, K. K. and Workman, J. L. (2007). Histone acetyltransferase complexes: one size fits all? Trends Cell Biol. 17, 362-368.

Luo, R. X., Postigl, A. A. and Dean, D. C. (1998). RB interacts with histone deacetylase to repress transcription. Cell 92, 463-473.

Magnaghi-Jaulin, L., Groisman, R., Naguibneva, I., Robin, P., Lorain, S., Le Villain, J. P., Treuille, D. and Harel-Bellan, A. (1998). Retinoblastoma protein represses transcription by recruiting a histone deacetylase. Nature 391, 601-605.

Mal, A., Sturniolo, M., Schlitz, R. L., Ghosh, M. K. and Harter, M. L. (1991). A role for histone deacetylase HDAC1 in modulating the transcriptional activity of MyoD. Inhibition of the myogenic program. EMBO J. 20, 1739-1753.

Marmorstein, R. and Roth, S. Y. (2001). Histone acetyltransferases: function, structure, and catalysis. Curr. Opin. Genet. Dev. 11, 155-161.

Massague, J. (1998). TGF-beta signal transfer. Annu. Rev. Biochem. 67, 753-791.

Massague, J. and Wotton, D. (1997). Smad signalling by TGF-beta/Smad signaling. EMBO J. 19, 1745-1754.

Miyake, T., Alli, N. S. and McDermott, J. C. (2010). Nuclear function of Smad7 promotes myogenesis. Dev. Cell. 20, 722-735.

Moustakas, A., Soucek, S., and Heldin, C. H. (2001). Smad regulation in TGF-beta signal transduction. J. Cell. Sci. 114, 4359-4369.

Noll, G. and Jacks, T. (1998). The retinoblastoma gene family: cousins with overlapping interests. Trends Genet. 14, 223-229.

Nagy, L., Koo, H. Y., Chakravarti, D., Lin, R. J., Hassig, C. A., Ayer, D. E., Schreiber, S. L. and Evans, R. M. (1997). Nuclear receptor repression mediated by a complex containing SMRT, mSin3A, and histone deacetylase. Cell 89, 373-380.

Naka, A., Afrakhte, M., More, A., Nakayama, T., Christian, J. L., Heuchel, R., Itoh, H., Kawabata, M., Hoshino, N., et al. (1997). Identification of Smad7, a TGF-beta-inducible antagonist of TGF-beta signalling. Nature 389, 631-635.

Nakayama, T., Gardner, H., Berg, L. K. and Christian, J. L. (1998). Smad functions as an intracellular antagonist of some TGF-beta family members during Xenopus embryonic development. Genes Dev. 12, 387-394.

Nevis, J. R. (1998). Toward an understanding of the functional complexity of the E2F and retinoblastoma families. Cell Growth Differ. 9, 585-593.

Okazaki, K. and Sagata, N. (1995). The Mos/MAP kinase pathway stabilizes c-Fos by phosphorylation and augments its transforming activity in NIH 3T3 cells. EMBO J. 14, 5048-5059.

Phillips, D. M. (1968). N-Terminal acetyl-peptides from two calf thymus histones. J. Biol. Chem. 243, 8940-8944.

Yoshikawa, S. I., Aota, S., Shirayoshi, Y. and Okazaki, K. (2000). The Activin type-I activin receptor protein is expressed in notochord, lens placode and pituitary primordium cells in the mouse embryo. Mech. Dev. 91, 439-444.

Zhang, H. S., Gavril, M., Daiya, A., Posto, A. A., Ma, D., Luo, R. X., Harbour, J. W. and Dean, D. C. (2000). Exit from G1 and S phase of the cell cycle is regulated by co-repressor complexes containing HDAC-Rb-hSWI/SNF and hd-hSWI/SNF. Cell 101, 79-89.

Zhang, Y., Feng, X., We, R. and Derynck, R. (1996). Receptor-associated Mad homologues synergize as effectors of the TGF-beta response. Nature 383, 168-172.

Zhang, H. S., Guo, M. J., Jin, E. and Ghosh, S. (2002). The phosphorylation status of nuclear NF-kappa-B determines its association with CBP/p300 by Biochem. J. Mol. Cell Biol. 26, 625-636.