

Members of the DAN Family Are BMP Antagonists That Form Highly Stable Noncovalent Dimers

Chandramohan Kattamuri^{1†}, David M. Luedeke^{1†}, Kristof Nolan¹, Scott A. Rankin³, Kenneth D. Greis², Aaron M. Zorn³ and Thomas B. Thompson¹

1 - Department of Molecular Genetics, Biochemistry and Microbiology, University of Cincinnati Medical Sciences Building, Cincinnati, OH 45267, USA

2 - Department of Cancer and Cell Biology, University of Cincinnati Medical Sciences Building, Cincinnati, OH 45267, USA

3 - Division of Developmental Biology, Cincinnati Children's Research Foundation and Department of Pediatrics, College of Medicine, University of Cincinnati, 3333 Burnet Avenue, Cincinnati, OH 45229, USA

Correspondence to Thomas B. Thompson: tom.thompson@uc.edu

<http://dx.doi.org/10.1016/j.jmb.2012.10.003>

Edited by A. Keating

Abstract

Signaling of bone morphogenetic protein (BMP) ligands is antagonized by a number of extracellular proteins, including noggin, follistatin and members of the DAN (differential screening selected gene aberrative in neuroblastoma) family. Structural studies on the DAN family member sclerostin (a weak BMP antagonist) have previously revealed that the protein is monomeric and consists of an eight-membered cystine knot motif with a fold similar to transforming growth factor- β ligands. In contrast to sclerostin, certain DAN family antagonists, including protein related to DAN and cerberus (PRDC), have an unpaired cysteine that is thought to function in covalent dimer assembly (analogous to transforming growth factor- β ligands). Through a combination of biophysical and biochemical studies, we determined that PRDC forms biologically active dimers that potently inhibit BMP ligands. Furthermore, we showed that PRDC dimers, surprisingly, are not covalently linked, as mutation of the unpaired cysteine does not inhibit dimer formation or biological activity. We further demonstrated that the noncovalent PRDC dimers are highly stable under both denaturing and reducing conditions. This study was extended to the founding family member DAN, which also forms noncovalent dimers that are highly stable. These results demonstrate that certain DAN family members can form both monomers and noncovalent dimers, implying that biological activity of DAN family members might be linked to their oligomeric state.

Published by Elsevier Ltd.

Introduction

The transforming growth factor- β (TGF- β) family consists of over thirty-three ligands that can be subdivided into three major classes, of which the bone morphogenetic protein (BMP) class is the largest. TGF- β ligands are involved in numerous cellular processes, such as cell proliferation and differentiation.¹ Secreted ligands transduce cellular signals through the assembly of type I and type II serine/threonine kinase receptors, which leads to the activation of Smad transcription factors.²

TGF- β ligands are inhibited by extracellular antagonists, such as chordin, noggin, follistatin and the

DAN (differential screening selected gene aberrative in neuroblastoma) family of BMP antagonists.^{3–6}

Regulation of BMP ligands by extracellular antagonists is a critical mechanism for numerous developmental programs, including germ layer specification and temporospatial gradients important for the establishment of the dorsal–ventral axis and organ and skeletal formation.^{7–13} In addition to their role in development, BMP antagonists also have roles in the adult. Recent studies have indicated that increased levels of the BMP antagonist gremlin are associated with pulmonary fibrosis and diabetic nephropathy, possibly through countering of BMP7 signaling, which has been shown to attenuate renal

fibrosis.^{14–17} Furthermore, the role of BMP antagonists in cancer progression is mixed and context dependent, as expected from the disparate nature of TGF- β ligands. For example, certain human tumors have been shown to express elevated levels of BMP antagonists, thereby blocking the anti-proliferative functions of BMP ligands.^{18,19} On the other hand, elevated levels of BMP signaling (possibly through misregulation of extracellular antagonist expression) can support certain tumors.^{20,21} Thus, attempts have been made to utilize extracellular BMP antagonists as tumor suppressors.²²

DAN family antagonists are small, single-domain proteins (typically <20 kDa) characterized by a core “DAN” domain that contains a cystine knot motif.²³ The knot structure is observed in a number of proteins including TGF- β ligands and consists of a conserved eight-residue ring formed by a pair of disulfide bonds that link two antiparallel β -strands followed by an additional disulfide bond that travels through the ring.²³ Members of the DAN family include DAN, gremlin, protein related to DAN and cerberus (PRDC), cerberus, sclerostin (SOST) and uterine sensitization-associated gene 1 protein, among others. Most are glycoproteins^{10,24,25} that antagonize BMP ligands with various affinities, and certain members can also antagonize Wnt ligands.^{4,10,24,26} Deletion and replacement studies with the DAN domain indicate that this domain is essential for binding to BMP ligands.^{24,27,28}

DAN family antagonists share structural characteristics with TGF- β family ligands.²³ Recently, NMR structures of SOST revealed that the DAN domain consists of two long pairs of antiparallel β -strands, typically referred to as “fingers”, joined by a coil segment with highly flexible N- and C-termini.^{29,30} The structures confirmed that the disulfides formed a cystine knot arrangement, similarly to other growth factor proteins such as TGF- β , platelet-derived growth factor (PDGF) and nerve growth factor.^{31–35} Several growth factors that contain a cystine knot motif also have an unpaired cysteine that forms an intermolecular disulfide bond and links two monomers to form stable homodimers or heterodimers. For TGF- β family ligands, this bond is necessary for maximal signaling activity, as mutation of the unpaired cysteine disrupts dimerization and significantly impairs ligand activity.^{36,37} Interestingly, certain TGF- β family ligands, such as growth and differentiation factor 9 and BMP15, lack an extra cysteine but still form functional homodimers.³⁸ Recently, stability of the BMP15 dimer has been enhanced by introducing an unpaired cysteine in a location similar to that of other TGF- β family members, thereby forming a disulfide-bonded dimer.³⁹ PRDC and most DAN family antagonists also contain an unpaired cysteine in a position similar to that of TGF- β family ligands, implying that DAN antagonists also form disulfide-linked dimers.^{10,25} Unlike PRDC, the DAN

family members SOST, uterine sensitization-associated gene 1 protein and DAN have an even number of cysteines. Interestingly, SOST, which contains 8 cysteine residues, has been shown to be monomeric, whereas DAN, which has 10 cysteine residues, has been suggested to form both covalent and noncovalent homodimers.^{10,40}

Although DAN family antagonists have been thought to form disulfide-linked dimers, experimental evidence to support this has been lacking. Therefore, to investigate this, we characterized both wild-type PRDC (PRDC^{WT}) and PRDC where the unpaired cysteine was mutated to serine (PRDC^{C120S}). In this study, we employ a variety of biophysical techniques to characterize the self-association, stability and biological activity of PRDC^{WT} and PRDC^{C120S}. We demonstrate that PRDC forms stable active dimers, which form independently of the unpaired cysteine and are also resistant to disulfide bond reduction. This study was extended to the antagonist DAN, which indicated that other DAN family members are non-disulfide-linked dimers as well. Overall, the studies reported here provide insights into the domain structure and function of PRDC and other members of the DAN family.

Results

Structural comparison of DAN and TGF- β ligand

Based on the structural similarity to TGF- β ligands (distribution of cysteine residues, a cystine knot motif and the presence of an odd number of cysteines), PRDC has been suggested to exist as a disulfide-linked dimer.²⁵ Alignment of the cysteine pattern of TGF- β ligands and DAN antagonists shows that the position of the unpaired cysteine is in a location similar to the cysteine that forms the intermolecular disulfide bond in TGF- β ligands (Fig. 1a). This is even more apparent when comparing the structures of TGF- β ligands, such as myostatin (Fig. 1b), and the DAN domain of the antagonist SOST (Fig. 1c). The structure of the DAN domain of SOST represents an adequate model for the DAN domain of PRDC since they share 26% sequence identity (residues 52–142 of PRDC compared to residues 79–169 of SOST). However, their overall sequence identity is only 18%, with significant differences occurring in both the sequence and the length of the termini. Even though SOST does not contain an unpaired cysteine, the location of the putative unpaired cysteine (C120) for PRDC can be modeled onto the structure of SOST and is positioned after the wrist region, comparable to TGF- β ligands (Fig. 1c). This suggests that, if PRDC were to form an intermolecular disulfide bond similar to TGF- β ligands, the cysteine at position 120 would be the likely candidate.

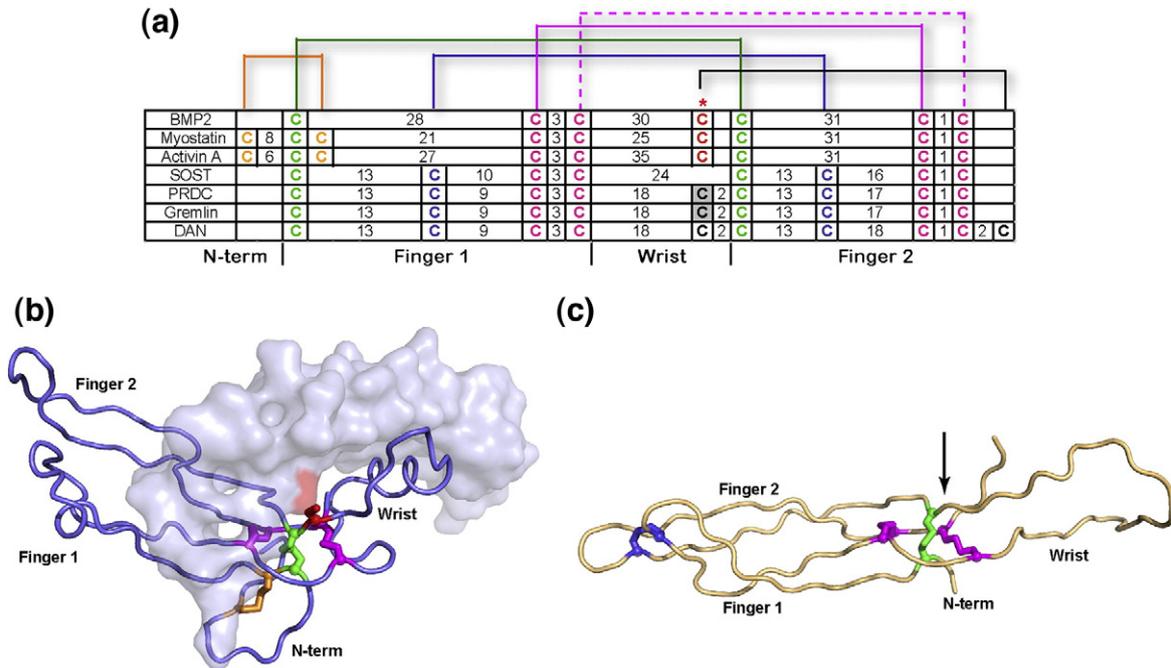


Fig. 1. Comparison of cysteine organization of DAN family antagonists to TGF- β ligands. (a) Disulfide linkage comparison of representative TGF- β ligands (BMP2, myostatin and activin A) and DAN family of antagonists. The number of amino acids spanning consecutive cysteines is indicated. The red asterisk indicates the cysteine responsible for dimerization in TGF- β ligands. For PRDC and gremlin, the putative unpaired cysteine implicated in dimerization is highlighted in gray. Brackets represent disulfide linkages. (b) X-ray structure of myostatin (Protein Data Bank ID: 3HH2) depicting one monomer in surface and one in ribbon and (c) NMR structure of SOST (Protein Data Bank ID: 2K8P). Disulfide bonds (a–c) are colored consistently. The cystine knot is shown where two disulfide bonds on opposing β -strands (purple) form a ring structure with the polypeptide chain linked through the center of the ring by a single disulfide bond (green). The arrow in (c) indicates the position of the unpaired cysteine in PRDC through alignment with SOST.

PRDC forms non-disulfide-linked dimer

The characteristic disulfide-linked dimers of the TGF- β family are clearly identified through SDS-PAGE analysis and migrate at half the molecular mass under reducing conditions compared to non-reducing conditions. Previous studies on PRDC and other DAN family members have not been as straightforward to interpret and often indicate the presence of both monomers and dimers under nonreducing conditions.^{10,40} We previously demonstrated that bacterially derived PRDC refolded from inclusion bodies was biologically active.⁴¹ Under reducing conditions, PRDC^{WT} migrates as a single band at 17kDa, which is consistent with the predicted molecular mass of PRDC (Fig. 2a). However, under nonreducing conditions, PRDC^{WT} migrates at ~22kDa. This indicates that either PRDC does not form disulfide-linked dimers or disulfide-linked dimers migrate through the SDS gel at a smaller size than the expected molecular mass of 34 kDa. To determine if this behavior was specific to bacterially derived PRDC, we transiently expressed PRDC^{WT} with an N-terminal myc-His tag in HEK293F cells. PRDC^{WT} derived from HEK293F

cells showed three bands that migrated between the 17- and 26-kDa molecular mass markers under reducing conditions. Similar to the bacterially derived PRDC, under nonreducing conditions, the bands migrate at a slightly higher molecular mass than under the reducing conditions. Therefore, PRDC derived in HEK293F cells also does not exhibit a doubling in molecular mass that would be expected of disulfide-bonded dimers (Fig. 2a). PRDC contains a single N-linked glycosylation consensus sequence and is glycosylated as treatment with PNGaseF lowers the molecular mass of the protein (Fig. 2a). This is consistent with previous observations that PRDC is glycosylated and migrates slightly smaller than 26kDa under both reducing and nonreducing conditions.²⁵ Unless otherwise noted, bacterially produced PRDC^{WT} was used for the remaining experiments.

The above data suggested that PRDC might not form a disulfide-linked dimer as expected but might be monomeric, similar to SOST. Therefore, we further characterized PRDC^{WT} using size-exclusion chromatography (SEC) to determine its oligomeric state. PRDC^{WT} was applied to a Superdex 75 10/300 SEC column, and the elution profile was compared to

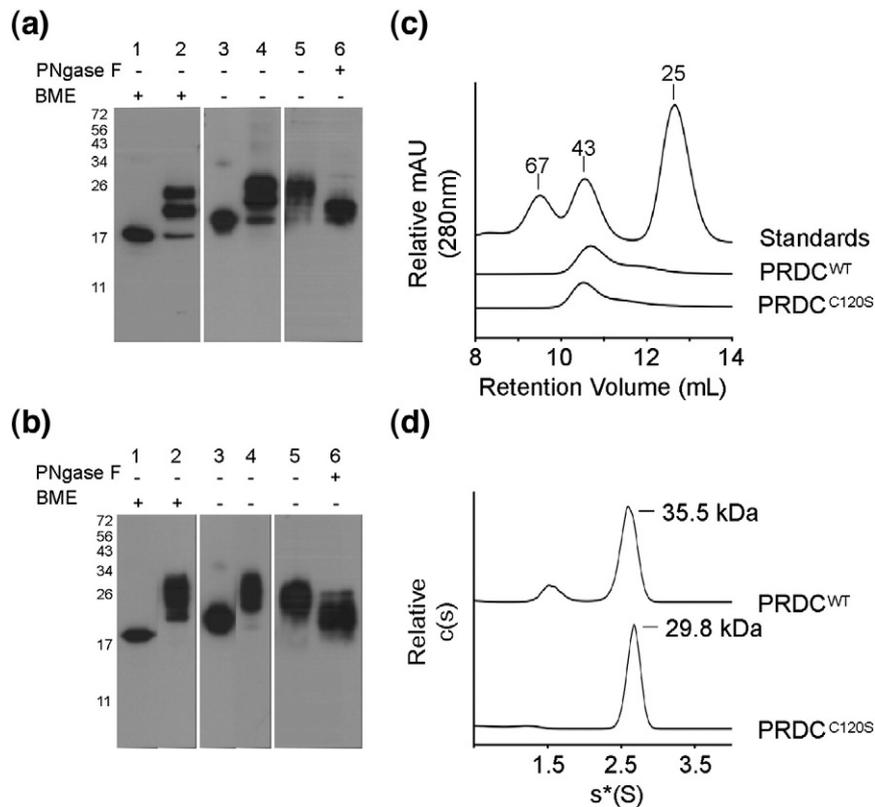


Fig. 2. PRDC^{WT} and PRDC^{C120S} are dimeric. (a) Western blot analysis of PRDC^{WT} produced in *E. coli* (lanes 1 and 3) and in HEK293F (lanes 2 and 4–6). If indicated, samples were treated with 5% of 2-mercaptoethanol (BME) to reduce disulfide bonds prior to gel loading. PRDC^{WT} produced in HEK293F cells was purified by His affinity resin (lane 5) and deglycosylated with PNGaseF (lane 6). (b) Western blot analysis of PRDC^{C120S} produced in *E. coli* and HEK293F similar to (a). A polyclonal anti-PRDC antibody was used for detection in (a) and (b). (c) Size-exclusion elution profile of PRDC^{WT}, PRDC^{C120S} and molecular mass standards. Purified proteins (100 µg) were applied to a Superdex 75 column. (d) Sedimentation coefficient $c(s)$ distribution profile of PRDC^{WT} and PRDC^{C120S} (1 mg/ml) determined by sedimentation velocity. After fitting for the frictional ratio (f/f_0), the $c(s)$ distribution was transformed into a $c(M)$ distribution (data not shown) to determine the molecular mass estimates (labeled).

three molecular mass standards (Fig. 2c). PRDC^{WT} had a retention volume that eluted slightly smaller than the 43-kDa molecular mass standard and near the molecular mass of a dimer. Since molecular mass estimates from SEC can be skewed for non-spherical proteins, we pursued more definitive measurements of the molecular mass for PRDC^{WT} using analytical ultracentrifugation (AUC) sedimentation velocity. The $c(s)$ distribution of the sedimentation profile (Fig. 2d) showed a species accounting for 82% of the observed molecules. Using the $c(s)$ to fit the frictional ratio, we determined the $c(M)$ distribution that resulted in a major peak with a predicted mass of 35.5 ± 5.7 kDa, which is compatible with the dimeric form of PRDC^{WT}. Therefore, SEC and AUC data clearly indicate that PRDC is a dimeric protein.

To further rule out of the possibility that PRDC dimerization is mediated through a disulfide bond, we first mutated the putative free cysteine to serine (C120S). PRDC^{C120S} was produced similarly to

PRDC^{WT} by refolding inclusion bodies in *Escherichia coli* with the addition of a C-terminal 6× His tag, and the myc-tagged version was also expressed transiently in HEK293F cells. SDS-PAGE and Western blot analysis of both versions of PRDC^{C120S} resulted in profiles similar to PRDC^{WT} protein (Fig. 2b). This demonstrates that the increase in molecular mass of PRDC under nonreducing conditions is not a result of disulfide bond formation through C120. Further analysis of PRDC^{C120S} by SEC resulted in a peak that eluted in a retention volume similar to that of PRDC^{WT}, indicating that PRDC dimers are still formed (Fig. 2c). Sedimentation velocity was also performed on PRDC^{C120S}, which resulted in a sedimentation profile similar to PRDC^{WT}. The velocity data indicated a single major sedimenting species with a calculated molecular mass of 29.8 ± 1.6 kDa (Fig. 2d). These data support that PRDC forms dimers and that the putative free cysteine of PRDC is not involved in dimer formation.

Table 1. SPR binding analysis for the interactions of PRDC^{WT} and PRDC^{C120S} with BMP2, BMP4 and BMP7

Analyte	Immobilized ligand		
	BMP2	BMP4	BMP7
PRDC ^{WT}	54.1±5.6	78.5±5.8	107.5±5.9
PRDC ^{C120S}	57.1±7.8	70.7±2.6	86.6±3.7

K_D (nM) values were determined by equilibrium analysis.

PRDC^{WT} and PRDC^{C120S} bind BMPs with high affinity and specificity

In earlier co-immunoprecipitation studies, PRDC has been shown to inhibit BMP2 and BMP4 through direct interaction.²⁵ To further characterize the binding of PRDC^{WT} to BMP-type ligands and determine the effect that the PRDC^{C120S} mutation has on binding, we analyzed BMP binding using surface plasmon resonance (SPR). PRDC^{WT} and

PRDC^{C120S} proteins were passed over a CM5 sensor chip coupled with BMP2, BMP4 or BMP7. Attempts to determine binding constants through kinetic analysis did not yield adequate fits, and therefore, apparent K_D values were estimated by analyzing the steady-state response at equilibrium (Table 1 and Supplementary Fig. S1). Both PRDC^{WT} and PRDC^{C120S} have high affinity for BMP2 and BMP4, with apparent K_D values less than 100 nM and a slightly lower affinity for BMP7. Similar to other TGF- β family antagonists, the PRDC–BMP complex dissociates slowly and requires short injections of GuHCl to fully clear PRDC from the BMP binding surface.^{42,43} Furthermore, PRDC also exhibits strong specificity for BMP-type ligands, as binding to a CM5 chip coupled with TGF- β 1, activin A or myostatin was not detected (data not shown).

To determine if PRDC^{WT} and PRDC^{C120S} could also inhibit BMP signaling, we utilized a cell-based assay where C2C12 cells have been stably trans-

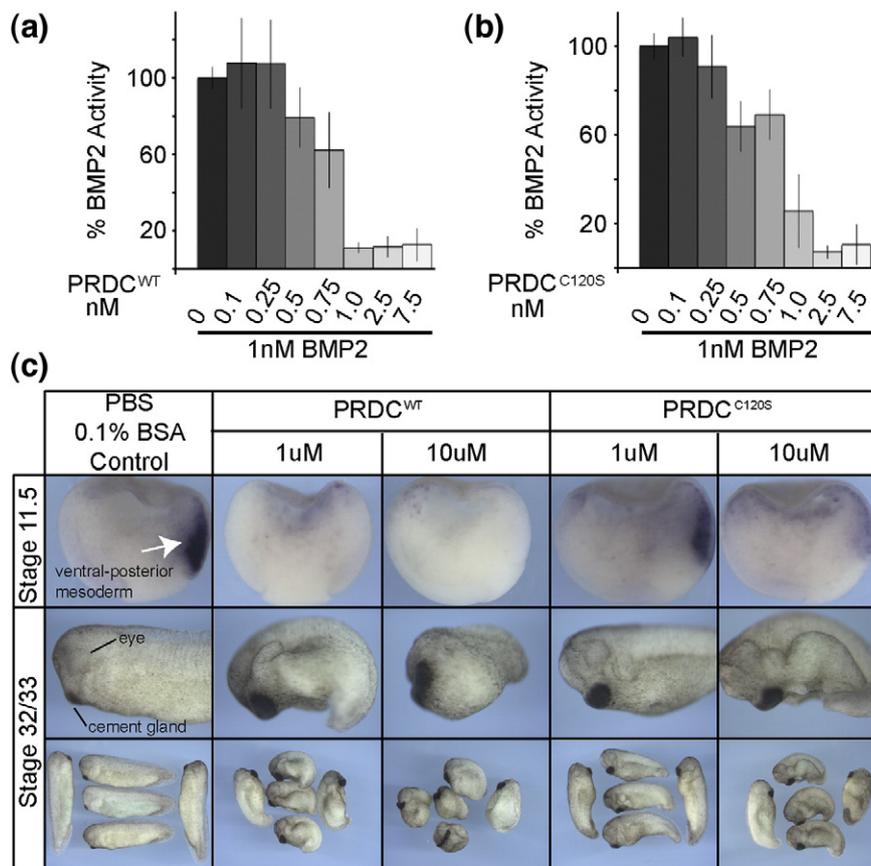


Fig. 3. PRDC^{WT} and PRDC^{C120S} are potent BMP inhibitors. (a and b) Inhibition of BMP2 by PRDC^{WT} (a) and PRDC^{C120S} (b) was analyzed in a luciferase promoter assay. A BMP-responsive BRE-luc stable cell line was treated with 1 nM BMP2 alone or combined with PRDC proteins titrated from 0.1 nM to 7.5 nM. Luciferase activity was normalized (100%) to cells treated with BMP2 ligand alone. Errors bars represent the standard deviation of four replicates. (c) Activities of PRDC^{WT} and PRDC^{C120S} were measured by their ability to inhibit BMP signaling *in vivo*. Control buffer (phosphate-buffered saline and 0.1% BSA), PRDC^{WT} or PRDC^{C120S} was injected at low (1 μ M) and high (10 μ M) concentrations into the blastocoel cavity at blastula stage 9 of *Xenopus* embryos, which were assayed by *in situ* hybridization for expression of the BMP target gene *sizzled* at stage 11.5 or cultured to stage 32/33 to assess the whole embryo phenotype.

fecting with a luciferase reporter gene under the control of a BMP-responsive promoter.⁴⁴ Cells were cultured with BMP2 ligand alone or ligand premixed with PRDC^{WT} or PRDC^{C120S}. PRDC^{WT} effectively antagonized BMP2 at or near 1 nM (Fig. 3a). PRDC^{C120S} also exhibited a similar dose response (Fig. 3b), indicating that the mutant did not alter BMP antagonism.

To test the ability of PRDC^{WT} and PRDC^{C120S} to inhibit BMP signaling *in vivo*, we utilized a *Xenopus* embryological assay. In this assay, inhibitors of endogenous BMP signaling can induce dorsalization and alter development by blocking the formation of BMP-dependent ventral mesoderm tissue and inducing the formation of extra dorsal-anterior tissues, such as the head, resulting in a typical “dorsalized” embryo. Two concentrations (1 μ M and 10 μ M) of purified PRDC^{WT} and PRDC^{C120S} were injected into the blastocoel cavity of stage 9 blastula embryos. We assessed their ability to repress the BMP target gene *sizzled* at the late gastrula stage⁴⁵ and to induce a dorsalized phenotype at stage 32/33. Injection of both PRDC^{WT} and PRDC^{C120S} proteins resulted in a typical dorsalized phenotype with enlarged head and cement gland and with reduced tail (Fig. 3c). Furthermore, the expression of endogenous *sizzled* in the ventral-posterior mesoderm was completely inhibited by PRDC^{WT} and dramatically reduced by PRDC^{C120S} compared to the control injections (Fig. 3c). Overall, these data along with the SPR binding and luciferase reporter data support that PRDC^{WT} and PRDC^{C120S} bind and inhibit BMP ligands with a similar activity. Therefore, the activity of PRDC is not dependent on the cysteine that was thought to be involved in dimer formation.

PRDC dimerization and activity are not dependent on disulfide bond

Since our results show that PRDC does not dimerize through the unpaired cysteine (C120), we wanted to rule out the possibility that covalent dimerization occurs through a different cysteine. Therefore, we analyzed nonreduced PRDC^{WT} by mass spectrometry (MS) (Supplementary Fig. S2). The mass profile of PRDC^{WT} as measured by matrix-assisted laser desorption/ionization (MALDI)–time of flight (TOF) MS is consistent with a monomeric form detected primarily as the M+H form at 17,413 Da (Supplementary Fig. S2b) under oxidizing conditions and at 17,110 Da (which is the expected molecular mass) when reduced with 10 mM DTT. This mass shift upon reduction is consistent with PRDC^{WT} modified by a single glutathione. Furthermore, this is consistent with PRDC^{WT} and PRDC^{C120S} lacking a reactive cysteines as measured by the Ellman's test (data not shown). Other forms labeled as M+2H, 2M+H and so on are consistent with the typical ionization and detection by MALDI–TOF as demonstrated with two well-characterized protein standards of apomyoglobin and carbonic anhydrase (Supplementary Fig. S2a and e). To rule out any likelihood that disulfide bonds could have been hydrolyzed during the MALDI process, we also examined activin A, a known disulfide-bonded dimer (Supplementary Fig. S2c). The activin A spectrum was consistent with a disulfide-linked dimer at about 26 kDa (monomer molecular mass=13 kDa). As a final confirmation of the noncovalent status of PRDC^{WT}, electrospray ionization (ESI) [liquid chromatography (LC)–ESI–MS] produced a charge-state distribution ranging from +12 to +19 protons with a corresponding

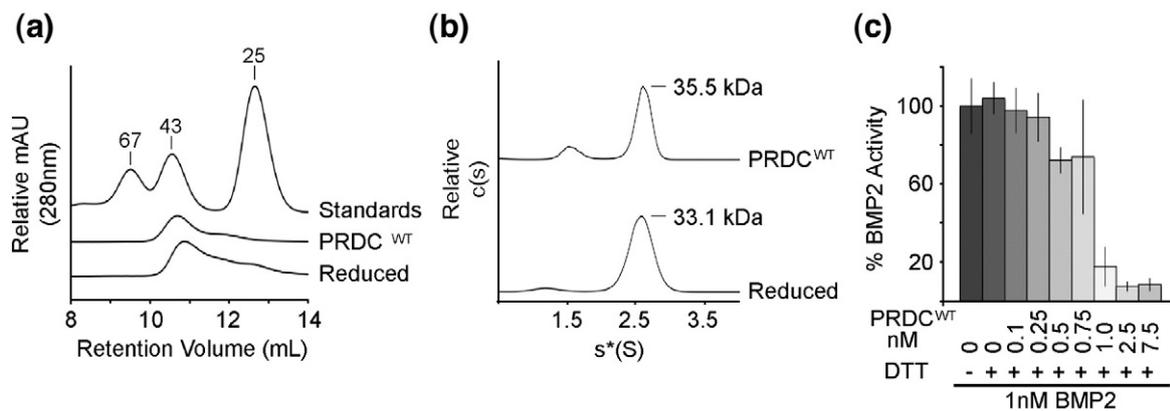


Fig. 4. Reduced PRDC^{WT} remains dimeric and biologically active. (a) PRDC^{WT} and PRDC^{WT} reduced with 1 mM DTT elute with a similar molecular mass profile during SEC analysis on a Superdex 75 column. (b) Sedimentation coefficient distribution profile of PRDC^{WT} at 1 mg/ml reduced with 2-mercaptoethanol was determined by sedimentation velocity. (c) Activity of reduced PRDC^{WT} was measured in the luciferase reporter assay using the BRE-luc stable cell line by titrating PRDC^{WT} from 0.1 nM to 7.5 nM against 1 nM BMP2. Prior to mixing with BMP2, PRDC^{WT} was reduced with 1 mM DTT. Errors bars represent the standard deviation of four replicates.

transformed protein mass center at 17,406 Da, which is consistent with the monomeric mass of PRDC^{WT} with four disulfide bonds and a single glutathione addition (Supplementary Fig. S2f). Importantly, there is no continuous charge-state distribution that could account for a covalent dimer of the protein, thus ruling out the possibility of a substantial amount of a disulfide-linked dimer. Similar LC-ESI-MS results were also obtained after reduction of PRDC^{WT} with DTT (data not shown).

After determining that PRDC was not a covalently linked dimer, we next wanted to determine the significance of the intramolecular disulfide bonds on the dimerization mechanism and activity of PRDC. Since the DAN domain has been implicated for BMP inhibition, we anticipated that complete reduction of the disulfide bonds would disrupt the cystine knot motif and inactivate PRDC and possibly disrupt dimerization. Therefore, we assessed the self-association properties of PRDC under conditions where all disulfide bonds have been reduced. We first determined the concentration of DTT needed to completely reduce PRDC^{WT} (Supplementary Fig. S3). Surprisingly, analysis of reduced and nonreduced PRDC^{WT} by SEC showed that both had similar elution profiles with a peak corresponding to dimeric PRDC (Fig. 4a). In addition, we also performed sedimentation velocity experiments on reduced PRDC^{WT}, which revealed one main species at a predicted molecular mass of 33.1 ± 3.3 kDa (Fig. 4b). Therefore, both SEC and AUC velocity experiments indicate that fully reduced PRDC^{WT} maintains a dimer structure. Unexpectedly, these data demonstrate that PRDC dimers still persist under conditions that reduce the cystine knot motif. Furthermore, since all cysteine residues are reduced, these data also support that an intermolecular disulfide bond is not involved in dimer formation and is consistent with the MS analysis.

Following this observation, we also wanted to determine if fully reduced PRDC^{WT} could still inhibit BMP2 in the C2C12 luciferase reporter assay. A stock solution of concentrated PRDC^{WT} was fully reduced in 1 mM DTT and diluted upon mixing with BMP2 ligand. Since BMP2 consists of disulfide bonds necessary for robust signaling, we first confirmed that BMP2 retained significant activity in the presence of the diluted DTT (Fig. 4c). Interestingly, fully reduced PRDC^{WT} still effectively inhibited BMP2 signaling at a concentration similar to that of nonreduced PRDC. To rule out the possibility that 1 mM DTT resulted in incomplete reduction, we performed a similar array of experiments after treating PRDC^{WT} with 10 mM DTT and confirmed that PRDC retains BMP inhibition and remains dimeric when completely reduced (Supplementary Fig. S4). These data indicate that both dimerization and activity are not significantly altered when PRDC is fully reduced.

PRDC dimers are highly stable

Since it was unexpected that PRDC remains dimeric in the presence of reducing agents, we also wanted to determine how stable the PRDC dimers are under different denaturing conditions. Since all SEC experiments were performed under high salt conditions (800 mM), ionic interactions do not appear to play a significant role in dimerization. We first incubated PRDC at 100 °C for 5 min to thermally denature the protein. Surprisingly, PRDC^{WT} eluted as a peak that corresponds to the dimer molecular mass, although the peak appeared broad, possibly indicating the presence of both dimers and monomers (Fig. 5a). We further analyzed the stability of the PRDC dimer under chemical denaturation using urea. PRDC^{WT} was incubated with 1 M, 2 M, 4 M and 6 M urea and analyzed by SEC with a column equilibrated

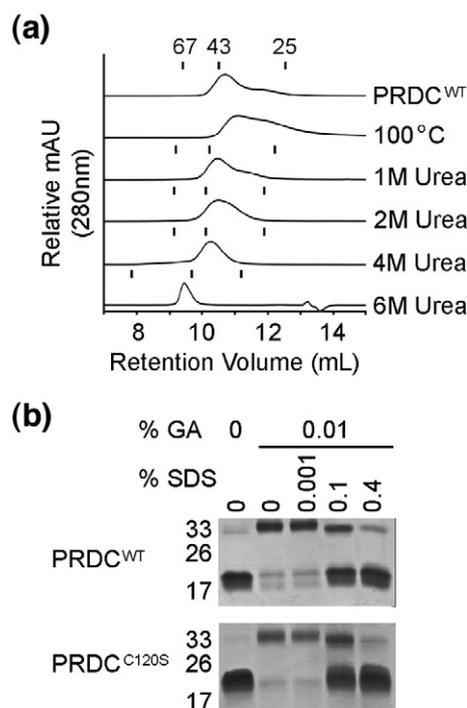


Fig. 5. PRDC^{WT} is a highly stable dimer. (a) Comparison of the elution profiles from SEC analysis of 100 μ g of PRDC^{WT} protein subjected to various denaturing conditions. For thermal analysis, PRDC^{WT} was heated to 100 °C and then analyzed at 25 °C. For chemical denaturation analysis, PRDC^{WT} was mixed with urea to a final concentration of 1 M, 2 M, 4 M or 6 M prior to loading onto a Superdex 75 column equilibrated under the same urea concentrations. The retention volume of the three molecular mass standards (67, 43 and 25 kDa) under different urea concentrations are represented by tick marks above the corresponding elution profiles. (b) SDS-PAGE analysis of PRDC^{WT} and PRDC^{C120S} cross-linked with 0.01% glutaraldehyde (GA) in the presence of increasing concentrations of SDS.

in the corresponding molarity of urea. Molecular mass size standards were analyzed under different urea concentrations and compared to PRDC proteins (Fig. 5a). Up to 6 M urea PRDC^{WT} eluted at or around the 43-kDa molecular mass marker, indicating that PRDC maintained a dimeric structure. In 6 M urea, PRDC elutes at a larger than expected molecular mass, indicating an increase in the hydrodynamic radius and possible denaturing. Similar results were observed for PRDC^{C120S} under thermal and chemical denaturing conditions (data not shown). We next wanted to test if we could dissociate the dimer using detergents. Since detergents can significantly alter the protein behavior on SEC and hinder molecular mass analysis, we performed a cross-linking experiment to measure the presence of PRDC dimer. Here we mixed PRDC with increasing amounts of SDS and cross-linked with glutaraldehyde prior to SDS-PAGE analysis. Without glutaraldehyde, PRDC migrates as a monomer under normal denaturing conditions (Fig. 5b). Dimeric PRDC was clearly visible when the cross-linking reaction was performed in a buffer without detergent. We then titrated

increasing concentrations of SDS into the cross-linking reaction for both PRDC^{WT} and PRDC^{C120S}. At low concentrations of SDS, even up to 0.1% SDS, significant PRDC dimer was still observed. Not until we incubated PRDC with high concentrations of SDS (0.4%) did PRDC migrate as a monomer, further indicating that PRDC dimers are quite stable.

DAN also forms stable non-disulfide-bonded dimers

To determine if other DAN family members besides PRDC formed highly stable noncovalent dimers, we investigated the oligomeric state of the protein DAN—the founding family member. Unlike PRDC, DAN has an additional cysteine residue, which is thought to disulfide bond with the cysteine homologous to C120 of PRDC (Fig. 1a). Previous studies have suggested that DAN forms a disulfide-linked dimer.¹⁰ More recently, cross-linking experiments have suggested that DAN forms a non-disulfide-linked dimer.⁴⁰ Since cross-linking experiments can sometimes be misleading, we wanted to

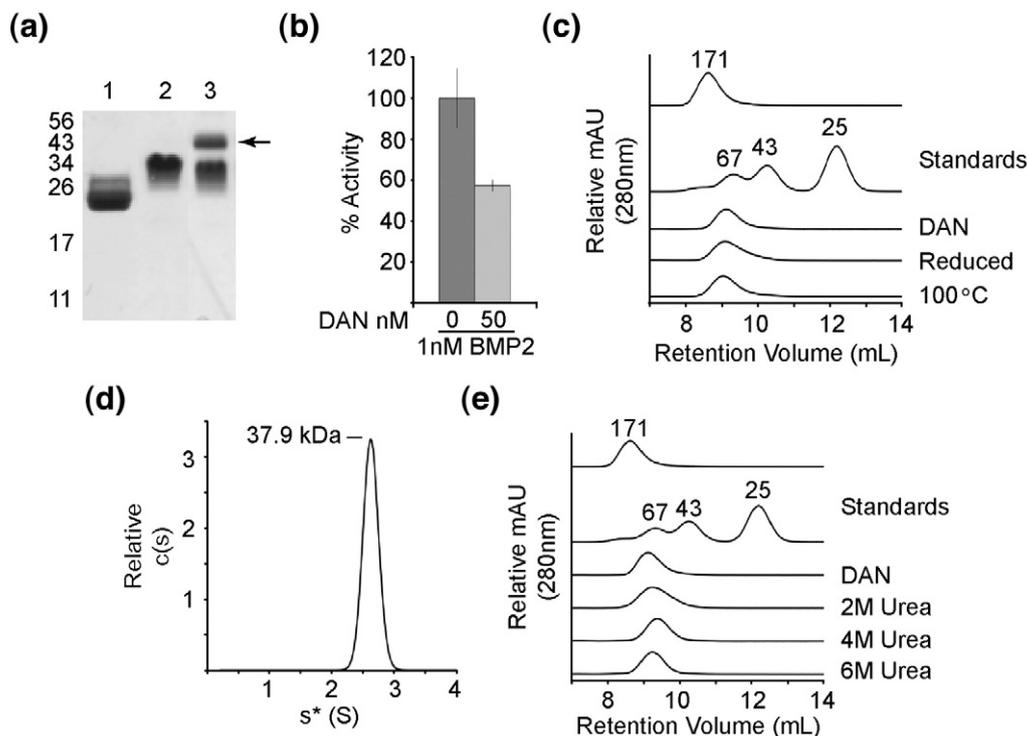


Fig. 6. The protein DAN is also a highly stable dimer. (a) SDS-PAGE analysis of purified DAN from CHO-DG44 cells (lane 1, reduced; lane 2, nonreduced) and DAN cross-linked in 0.05% glutaraldehyde (lane 3). Arrow indicates the appearance of a band at the expected mass of a DAN dimer (~43 kDa). (b) Inhibition of BMP2 activity using purified DAN in the BRE-luc stable cell reporter assay. (c) SEC analysis comparing the elution profile of DAN to reduced and thermally denatured DAN. Molecular mass standards are indicated, including aldolase, which has a molecular mass of 171 kDa and elutes in the void volume of the Superdex S75 column. (d) Sedimentation coefficient distribution profile of DAN (1 mg/ml) was determined by sedimentation velocity. After fitting for the frictional ratio (f/f_0), the $c(s)$ distribution was transformed into a $c(M)$ distribution (data not shown) to determine the molecular mass estimates (labeled). (e) SEC elution profile of DAN on a Superdex S75 column equilibrated at different urea concentrations (2 M, 4 M or 6 M). Profiles demonstrate that DAN remains dimeric under denaturing conditions.

resolve this discrepancy by analyzing the oligomeric state of DAN through more analytical techniques (e.g., SEC and AUC). Therefore, we generated a stable CHO cell line expressing the DAN protein linked to a cleavable C-terminal myc-His tag. DAN was purified to homogeneity from conditioned medium, and the epitope tag was removed by proteolysis (Fig. 6a). Although not as potent as PRDC, purified DAN was shown to inhibit BMP signaling similarly to previously published results (Fig. 6b).⁴⁰ SDS-PAGE analysis shows that DAN migrates at the expected monomer molecular mass of 18 kDa under reducing conditions, but similarly to PRDC, DAN migrates at a larger molecular mass under nonreducing conditions (Fig. 6a). Preliminary cross-linking experiments followed by SDS-PAGE analysis of DAN revealed the presence of both monomers and dimers (Fig. 6a). We then analyzed the purified DAN protein by SEC, which showed a single peak that corresponded to a size greater than the 67-kDa standard but smaller than the void volume (Fig. 6c). These results suggest that either DAN is a higher-order oligomer or DAN adopts a shape that significantly alters the elution profile and limits the accuracy of molecular mass calculations. Therefore, sedimentation velocity analysis was used to more precisely determine the molecular mass of DAN, which revealed a single major sedimenting species with a calculated molecular mass of 37.9 ± 3.0 kDa (Fig. 6d). This correlated closely with the molecular mass of two molecules of DAN, indicating that DAN also forms dimers. We then tested whether DAN dimers also exhibited high stability. Similar to PRDC, DAN maintained its dimeric structure under high urea concentrations as measured by SEC (Fig. 6e). Furthermore, DAN dimers were resistant to reducing conditions and thermal denaturation at 100 °C (Fig. 6c). These results indicate that, similarly to PRDC, DAN forms a highly stable noncovalent dimer and are consistent with previous cross-linking results.⁴⁰

Discussion

BMP ligands are regulated by a number of extracellular binding proteins. The DAN family of BMP antagonists represents the largest group of BMP inhibitors that all contain a similar structural core or “DAN domain” that is defined by a cystine knot motif and a similar spacing of cysteine residues (Fig. 1). Interestingly, DAN family members exhibit variation in the total number of cysteine residues. Certain family members contain an unpaired cysteine that has been proposed to form an intermolecular disulfide bond, similar to the covalently linked TGF- β ligand dimers. In this study, we wanted to provide experimental evidence that DAN family members containing an unpaired cysteine are indeed disulfide-bonded dimers. Our results show that PRDC does in fact form dimers,

but contrary to the proposed mechanism, dimerization is not dependent on disulfide-bond formation.

Even though the dimerization mechanism does not depend on covalent attachment, PRDC and DAN dimers are highly stable. This appears to be significantly different from TGF- β ligands and other disulfide-linked dimers (e.g., PDGF) that form monomers when the intermolecular cysteine is disrupted.^{36,37} We also determined that PRDC retains significant activity under strong reducing conditions, which indicates that the cystine knot motif can be reduced and PRDC still retains activity and maintains a dimeric structure. The basis for this dimerization remains unknown. Since the cystine knot motif is near one end of the molecule, it is possible that the structural integrity of the DAN domain, specifically the antiparallel β -strands, is maintained under reducing conditions. This is consistent with the data indicating that BMP binding activity is located within the antiparallel β -strands of the DAN domain. Alternatively or in combination, regions outside the DAN domain could be important for dimerization and, therefore, reduction of the DAN domain would not alter dimerization.

The cystine knot motif appears frequently in growth factor families where the motif is thought to be important for proper folding. For instance, a missense mutation of one of the cysteine residues in the cystine knot motif of the SOST gene results in protein that is retained in the endoplasmic reticulum and impairs activity. In most cases, cystine knot motif proteins are dimeric with variations on how the monomers are joined to stabilize dimers.⁴⁶ For instance, in certain cases (e.g., vascular endothelial growth factor, PDGF and TGF- β), monomers are covalently attached through a disulfide bond. Furthermore, certain families have a prodomain (e.g., nerve growth factor, PDGF and TGF- β) with chaperone-like properties required for the formation of the bioactive dimers. In the case of TGF- β , the prodomain also appears important for regulating homodimerization, as each prodomain makes significant contact with the opposing mature monomer.⁴⁷ This mechanism might be particularly important for ligands that appear to have an unstable dimer interface, which has been suggested from multiple structures of activin A and TGF- β 3.^{5,47–51} In contrast to TGF- β family ligands, we have shown that DAN family members assemble into dimers that are not disulfide linked but are highly stable. Since DAN family members lack a prodomain, this stability may play an important role in formation of a proper bioactive dimer. One possibility is that the high dimer stability observed for DAN family proteins obviates the need for a prodomain. It is also possible that the stability of the dimer represents a low-energy state that limits formation of heterodimers, which have not been reported for DAN family members. Similarly to DAN family members, the gonadotrophin hormones

(e.g., LH and FSH) do not require a prodomain and also form noncovalently linked dimers. In this case, hormones form stable heterodimers where the common α subunit is “locked” into place by the variable β -subunit.^{52,53}

The mechanism of how DAN family members inhibit BMP ligands is poorly understood. With the exception of SOST, most DAN family members are strong-to-moderate inhibitors of BMP signaling.^{25,26,28,41} Inhibitors have a relatively low sequence identity (Supplementary Fig. S5) making it difficult to pinpoint the residues that are important for strong BMP binding and/or dimerization. Interestingly, SOST is the only DAN family member identified to date that is monomeric.^{29,30} Therefore, besides individual residues conferring BMP binding, it is possible that DAN family members need to be dimers in order to have an increased affinity for BMP ligands. This binding strategy would be consistent with other TGF- β family antagonists that neutralize dimeric TGF- β ligands. For instance, the antagonist follistatin, which is not dimeric, forms an inhibitory complex that requires two molecules of follistatin bound to one TGF- β family dimer.^{5,54} On the other hand, noggin, which is a disulfide-linked dimer, binds in a 1:1 complex with the dimeric ligand where each monomer of noggin binds to a monomer of ligand.³ Therefore, a preformed dimer with two binding sites, as in PRDC and DAN, would have the advantage of increased affinity over the monomer through avidity effects. In fact, this principle is why the Fc receptor fusion proteins have a much higher affinity than the individual domains (sometimes as much as 1000-fold) for the ligands.^{55,56} If each monomer of PRDC and DAN could bind BMP, then dimerization would be a way to increase the overall affinity for BMP. Alternatively, dimerization might create a unique interface that specifically interacts with BMP. Due to the high stability of the dimer, monomers of PRDC and DAN cannot be isolated and therefore further characterization of the DAN–BMP interaction is needed to distinguish between these two possibilities.

For numerous signaling ligands and extracellular protein agonists and antagonists, free cysteines can play critical roles in defining protein activity and function. For example, in the Wnt signaling, cascade acylation of Wnt ligands is critical for allowing these proteins to bind to their target frizzled (Fzd) receptors.^{57,58} In addition, within the TGF- β signaling cascade, the latent TGF- β binding protein binds to latent signaling ligands through their associated propeptides through disulfide exchange, resulting in the formation of a covalent disulfide bond that ultimately promotes ligand signaling.⁵⁹ Furthermore, the platelet integrin $\alpha_{IIb}\beta_3$ has been characterized to maintain free cysteine residues *in vivo*, in addition to numerous disulfide bonds, which are capable of undergoing regular disulfide exchange to allow for the interconversion between active and resting state

integrins.⁶⁰ Interestingly, these free cysteines in a number of cases can be modified to protect the protein from potential rearrangement, promote the active state stabilization or be used for future degradation.^{61,62} It is possible that glutathionylation, or another commonly occurring cysteine modification, may play a role in PRDC (and possibly gremlin and cerberus) activity and functioning in the greater scheme of TGF- β signaling.^{61,62} From our data, it seems that this would be unlikely to occur for antagonism of BMP signaling but may play a pertinent role in the cross-talk of the DAN family members with both the vascular endothelial growth factor signaling and Wnt signaling cascades.^{63–66} In contrast, the DAN protein has an even number of cysteines, which might inhibit this potential modification and distinguish it from the other DAN family members. Future studies will most certainly be aimed at addressing these questions and the potential *in vivo* role of cysteine modification for the DAN family proteins.

The data presented in this paper indicate that PRDC and DAN family members form stable noncovalent dimers. Interestingly, a number of unique dimerization mechanisms and structures exist for cystine knot growth factor families and play a critical role in defining their function. How DAN family members form noncovalent dimers should be the focus of future studies. It will also be interesting to compare the structures of dimeric DAN family members with the monomeric SOST protein, which could provide an explanation for high-affinity BMP interaction.

Materials and Methods

Generation of DNA constructs

The gene sequence corresponding to amino acids 22–168 of mouse PRDC was amplified from pCS2-PRDC-6xMyc (a gift from Eek-hoon Jho, University of Seoul, Korea) by standard PCR. The insert was cloned into pET21a using NdeI and XhoI and designated pET21a-PRDC. The TGA stop codon was included in the 3' primer, resulting in a protein product with no tags. Full-length PRDC was amplified from pCS2-PRDC-6xMyc and cloned into pcDNA4, designated pcDNA4-mPRDC, using BamHI and XhoI. Mutation of Cys120 to Ser (C120S) was performed using the QuikChange Mutagenesis (Stratagene) protocol with pET21a-mPRDC and pcDNA4-mPRDC. C120S in pET21a contained a 6x His tag. The human *Dan* gene was purchased from Open Biosystems and cloned into pOptivec (Invitrogen) using XbaI and NotI. The 3' primer included sequences that added a prescission protease (PP) cleavage site (LEVLFGQP), myc tag and 6x His tag to the C-terminal end of the DAN protein, resulting in the construct pOptivec-DAN-PP-Myc-His.

Protein expression and purification

Recombinant PRDC was produced as previously described.⁴¹ Briefly, PRDC^{WT} and PRDC^{C120S} were

expressed as inclusion bodies in *E. coli*. PRDC from the inclusion bodies was purified prior to refolding in 50 mM Tris, 150 mM NaCl, 5 mM GSH, 5 mM oxidized GSH, 0.5 mM cysteine, 5 mM ethylenediaminetetraacetic acid and 0.5 M arginine (pH 8.5). Refolded PRDC was further purified with a C18 reverse phase HPLC column. Finally, pure PRDC was buffer exchanged with 20 mM Hepes and 150 mM NaCl (pH 7.5).

PRDC^{WT} and PRDC^{C120S} in pcDNA4 were transfected into HEK293F (Freestyle) cells (Invitrogen) using 293fectin. Media were collected after 6 days and purified through histidine affinity resin (His•Bind; Novagen) equilibrated with 50 mM NaH₂PO₄ and 300 mM NaCl (pH 8) and eluted with 500 mM imidazole. Proteins produced in HEK293F were semiquantified by Western blot using a PRDC pAb (AF2069; R&D Systems) and known standards from bacterially derived PRDC. PRDC was deglycosylated in 0.1% SDS and heated to 100 °C for 5 min prior to treatment with 0.75% NP-40 and overnight incubation with 5 μ U of *N*-glycanase (ProZyme).

To generate the protein DAN, we transfected CHO-DG44 cells (obtained from Lawrence Chasin, Columbia University) with pOptivec-DAN-PP-Myc-His and we selected and amplified a high expressing clone with increasing concentrations of methotrexate. Conditioned medium from the DAN-expressing cells was applied to histidine affinity resin equilibrated with 50 mM NaH₂PO₄ and 300 mM NaCl (pH 8) and eluted with the addition of 1 M imidazole. Protein was dialyzed in 50 mM NaH₂PO₄ and 300 mM NaCl (pH 8) overnight at 4 °C. The C-terminal tag was removed by digesting 1 mg of DAN with 60 μ g of PP at 4 °C for 16 h. DAN was further purified and separated from the tags by SEC on a Superdex S75 HR 10/300 column (GE Biosciences) in 20 mM Hepes and 250 mM NaCl (pH 7.5). DAN eluted in a single peak that was pooled, and the protein was quantified by the absorbance at 280 using an extinction coefficient of 0.826 M⁻¹ cm⁻¹. The resulting full-length DAN protein has the additional amino acids LEVLFQ added to the C-terminus.

Size-exclusion chromatography

PRDC^{WT}, PRDC^{C120S} and DAN were applied to a Superdex 75 HR 10/300 column at room temperature. The column was pre-equilibrated with 20 mM Hepes and 800 mM NaCl (pH 7.5) buffer. For analysis of samples under reducing conditions, 10 mM DTT and 1 mM tris(2-carboxyethyl)phosphine were added to the above buffer. For analysis of samples under denaturing conditions, different concentrations of urea ranging from 1 to 6 M were added to the above buffer. In all cases, 100 μ g of protein was applied to the column and eluted at a flow rate of 0.5 ml/min. The molecular mass standards used for comparison were aldolase (171 kDa), bovine serum albumin (BSA) (67 kDa), ovalbumin (43 kDa) and chymotrypsinogen (25 kDa).

Analytical ultracentrifugation

Sedimentation velocity analysis was performed with a Beckman XL-I analytical ultracentrifuge (Beckman Coulter, Fullerton, CA). Protein samples were dialyzed to osmotic equilibrium against 20 mM Hepes at pH 7.5 and 150 mM

NaCl prior to loading. For analysis under reducing conditions, samples were dialyzed in the above buffer with 0.5 mM 2-mercaptoethanol. Three separate protein samples at a concentration of 0.25, 0.5 and 1 mg/ml, along with the reference buffer, were loaded into separate compartments. DAN protein was equilibrated in 50 mM NaH₂PO₄ and 300 mM NaCl (pH 8), and sedimentation velocity experiments were performed at 1 mg/ml. The sedimentation velocity experiments were carried out at 20 °C and 46,000 rpm (AN-60Ti rotor), and 250–300 scans were collected at 2-min intervals. Absorbance readings were measured at 230 nm, a wavelength with minimal buffer absorbance. The data were fitted to a continuous sedimentation coefficient [*c*(*s*)] distribution model with the program SEDFIT.⁶⁷ Molecular mass estimates were determined after fitting the frictional ratio and are based on a continuous α (*M*) analysis in SEDFIT.

Cross-linking

Approximately 3 μ g of protein samples was cross-linked with 0.01% glutaraldehyde for 20 min at room temperature. Native cross-linking reactions were performed in buffer alone [20 mM Hepes and 250 mM NaCl (pH 7.5)] or buffer with the addition of SDS as indicated. The cross-linking reaction was neutralized with 1 M Tris (pH 8) to a final concentration of 200 mM. Samples were normalized with the highest percentage of SDS prior to PAGE analysis. All conditions were separated by SDS-15% PAGE under nonreducing conditions.

Luciferase reporter assay

A C2C12 cell line stably transfected with the luciferase gene under control of a BMP-responsive promoter⁴⁴ (kindly provided by Dr. Gareth Inman of the Beatson Institute for Cancer Research, UK) was used to measure the function of PRDC. Culture procedures have been previously described. Briefly, cells were plated at 1.6×10^4 cells/well in 96-well plates with Dulbecco's modified Eagle's medium (DMEM)/high glucose, 0.7 mg/ml G418, 10% fetal bovine serum (FBS), penicillin and streptomycin and grown at 37 °C in 5% CO₂ for 18 h. The medium was replaced with DMEM/high glucose, 0.1% FBS, penicillin and streptomycin and incubated for 6–8 h. BMP2 was mixed with PRDC in DMEM/high glucose, 0.1% FBS, penicillin and streptomycin; allowed to incubate at room temperature for 45–60 min and applied to the C2C12-BRE cells, which were then incubated overnight. To analyze PRDC under reducing conditions, we incubated the protein for 1 h with 1 mM DTT then mixed it with BMP2. Cells were lysed in 20 μ l of Passive Lysis Buffer (Promega). Cell lysates were transferred to a 96-well isoplate (Perkin Elmer) then mixed with 40 μ l of luciferase substrate (Promega). Luminescence was measured using a BioTek Synergy H1 plate reader. Error bars indicate the standard deviation of fold activation from four individual wells.

Xenopus embryo BMP target gene assay

Embryo manipulations and microinjections were performed as previously described⁶⁸ and staged according to the normal table of development for *Xenopus laevis*.⁶⁹ To

assay PRDC activity *in vivo*, we injected the blastocoel cavities of stage 9 *Xenopus* embryos with 1 μ M or 10 μ M either PRDC^{WT} or PRDC^{C120S}. The total injection volume was adjusted to a constant 40 nl using phosphate-buffered saline with 0.1% BSA. After injection, embryos were cultured at room temperature until stage 11.5, fixed overnight at 4 °C in MEMFA and analyzed for expression of the BMP target gene *sizzled* via whole-mount *in situ* hybridization as previously described.⁶⁸ The *sizzled in situ* probe was prepared using T7 RNA polymerase with Sall-linearized pCMV-Sport6-*sizzled* plasmid template (IMAGE clone 4057152 obtained from Open Biosystems, cat. no. EXL1051-4538645).

Surface plasmon resonance

SPR measurements were performed in a BIAcore 3000 system (GE Healthcare) and were analyzed using Scrubber 2 (Biologic Software). Recombinant BMP2, BMP4 and BMP7 were dissolved at 2.5 μ g/ml in 10 mM sodium acetate (pH 5.0) and immobilized on a CM5 sensor chip, using random amine coupling, to a level of 2466, 2108 and 2050 response units, respectively. A mock flow cell was activated and blocked in the absence of protein. The mock cell was then used to subtract nonspecific binding and refractive index changes resulting from changes in bulk properties of the solution. Analyte binding and washes were performed at 25 °C in 20 mM Hepes (pH 7.5), 500 mM NaCl, 3.4 mM ethylenediaminetetraacetic acid and 0.005% (v/v) P20 surfactant. To assess binding affinity, we performed equilibrium analyses in which various concentrations of PRDC proteins were passed over the immobilized ligands. Each experimental cycle consisted of an initial 15-min analyte injection (association) into the respective flow cells at a flow rate of 5 μ l/min, followed by a 10-min injection of buffer alone (dissociation). After each cycle, the surfaces of the chip were regenerated by a four short injections of buffer containing 2 M guanidine HCl at a flow rate of 100 μ l/min. Steady-state binding responses (RU_{max}) were plotted as a function of PRDC concentration (*C*) and then subjected to nonlinear regression analysis using the equation $RU_{max} = R_{max} / (1 + K_D / C)$, where *K_D* is equilibrium dissociation constant and *R_{max}* is the maximal response at a saturating concentration of PRDC (GraphPad Prism software).

Mass spectrometry

PRDC and activin A samples were analyzed by both MALDI-TOF and LC-ESI-MS to determine if covalent dimers existed. For MALDI-TOF analysis, 200 ng of PRDC was mixed with 5 mg/ml sinapinic acid matrix and spotted onto a MALDI-TOF sample plate. Linear MALDI-TOF spectra were collected in positive-ion mode on an AB Sciex 4800 TOF/TOF system with an average of 1000 spectra collected for each sample. For LC-ESI-MS, 120 ng of PRDC was injected onto a Vydac C4 (300 Å, 5 μ , 15 cm \times 300 μ m) capillary column in 10% acetonitrile containing 0.1% formic acid. The protein was separated and detected using an LCPackings Ultimate Capillary HPLC coupled to the ThermoFisher LCQ Deca XP Max ion trap system. After a 3-min wash with 10% acetonitrile at 5 μ l/min, the protein was eluted with a rapid gradient to 90% acetonitrile over 7 min. Mass spectra were collected

at 4 kV in positive-ion mode using Xcaliber version 1.4, SR1 software. The resulting spectra are presented as the average charge-state distribution (25 scans) from the eluted protein and as a single mass profile by transforming the charge-state profile with the ProMass for Xcaliber version 2.5, SR1 algorithm (Novatia, LLC).

Accession numbers

GenBank accession numbers are BAA29038.1, BAA92265.1 and AAH07858.

Acknowledgements

This work was supported by a research grant from the National Institutes of Health GM R01 (GM084186) to T.B.T. *Xenopus* experiments were supported by the National Institute of Diabetes and Digestive and Kidney Diseases R01 (DK070858) to A.M.Z.

Supplementary Data

Supplementary data to this article can be found online at <http://dx.doi.org/10.1016/j.jmb.2012.10.003>

Received 20 July 2012;

Received in revised form 14 September 2012;

Accepted 3 October 2012

Available online 9 October 2012

Keywords:

transforming growth factor- β (TGF- β);
bone morphogenetic protein (BMP);
BMP antagonist;
DAN family;
protein related to DAN and cerberus (PRDC)

† C.K. and D.M.L. contributed equally to this work.

Abbreviations used:

BMP, bone morphogenetic protein; PDGF, platelet-derived growth factor; PRDC, protein related to DAN and cerberus; PP, precission protease; SPR, surface plasmon resonance; AUC, analytical ultracentrifugation; SEC, size-exclusion chromatography; TGF- β , transforming growth factor- β ; MALDI, matrix-assisted laser desorption/ionization; TOF, time of flight; MS, mass spectrometry; LC, liquid chromatography; ESI, electrospray ionization; DMEM, Dulbecco's modified Eagle's medium; FBS, fetal bovine serum; BSA, bovine serum albumin.

References

- Hogan, B. L. (1996). Bone morphogenetic proteins in development. *Curr. Opin. Genet. Dev.* **6**, 432–438.

2. Massague, J. (2000). How cells read TGF- β signals. *Nat. Rev., Mol. Cell Biol.* **1**, 169–178.
3. Groppe, J., Greenwald, J., Wiater, E., Rodriguez-Leon, J., Economides, A. N., Kwiatkowski, W. *et al.* (2002). Structural basis of BMP signalling inhibition by the cystine knot protein Noggin. *Nature*, **420**, 636–642.
4. Hsu, D. R., Economides, A. N., Wang, X., Eimon, P. M. & Harland, R. M. (1998). The *Xenopus* dorsalizing factor Gremlin identifies a novel family of secreted proteins that antagonize BMP activities. *Mol. Cell*, **1**, 673–683.
5. Thompson, T. B., Lerch, T. F., Cook, R. W., Woodruff, T. K. & Jandetzky, T. S. (2005). The structure of the follistatin:activin complex reveals antagonism of both type I and type II receptor binding. *Dev. Cell*, **9**, 535–543.
6. Stamler, R., Keutmann, H. T., Sidis, Y., Kattamuri, C., Schneyer, A. & Thompson, T. B. (2008). The structure of FSTL3:activin A complex. Differential binding of N-terminal domains influences follistatin-type antagonist specificity. *J. Biol. Chem.* **283**, 32831–32838.
7. Pearce, J. J., Penny, G. & Rossant, J. (1999). A mouse cerberus/Dan-related gene family. *Dev. Biol.* **209**, 98–110.
8. Xie, J. & Fisher, S. (2005). Twisted gastrulation enhances BMP signaling through chordin dependent and independent mechanisms. *Development*, **132**, 383–391.
9. Muller, I. I., Knapik, E. W. & Hatzopoulos, A. K. (2006). Expression of the protein related to Dan and Cerberus gene—*prdc*—during eye, pharyngeal arch, somite, and swim bladder development in zebrafish. *Dev. Dyn.* **235**, 2881–2888.
10. Stanley, E., Biben, C., Kotecha, S., Fabri, L., Tajbakhsh, S., Wang, C. C. *et al.* (1998). DAN is a secreted glycoprotein related to *Xenopus* cerberus. *Mech. Dev.* **77**, 173–184.
11. Glinka, A., Wu, W., Onichtchouk, D., Blumenstock, C. & Niehrs, C. (1997). Head induction by simultaneous repression of Bmp and Wnt signalling in *Xenopus*. *Nature*, **389**, 517–519.
12. Bouwmeester, T., Kim, S., Sasai, Y., Lu, B. & De Robertis, E. M. (1996). Cerberus is a head-inducing secreted factor expressed in the anterior endoderm of Spemann's organizer. *Nature*, **382**, 595–601.
13. Chi, L., Saarela, U., Railo, A., Prunskaitė-Hyyryläinen, R., Skovorodkin, I., Anthony, S. *et al.* (2011). A secreted BMP antagonist, Cer1, fine tunes the spatial organization of the ureteric bud tree during mouse kidney development. *PLoS One*, **6**, e27676.
14. Koli, K., Myllärniemi, M., Vuorinen, K., Salmenkivi, K., Ryyänen, M. J., Kinnula, V. L. & Keski-Oja, J. (2006). Bone morphogenetic protein-4 inhibitor gremlin is overexpressed in idiopathic pulmonary fibrosis. *Am. J. Pathol.* **169**, 61–71.
15. McMahon, R., Murphy, M., Clarkson, M., Taal, M., Mackenzie, H. S., Godson, C. *et al.* (2000). *IHG-2*, a mesangial cell gene induced by high glucose, is human gremlin. Regulation by extracellular glucose concentration, cyclic mechanical strain, and transforming growth factor- β 1. *J. Biol. Chem.* **275**, 9901–9904.
16. Dolan, V., Murphy, M., Sadlier, D., Lappin, D., Doran, P., Godson, C. *et al.* (2005). Expression of gremlin, a bone morphogenetic protein antagonist, in human diabetic nephropathy. *Am. J. Kidney Dis.* **45**, 1034–1039.
17. Walsh, D. W., Roxburgh, S. A., McGettigan, P., Berthier, C. C., Higgins, D. G., Kretzler, M. *et al.* (2008). Co-regulation of Gremlin and Notch signalling in diabetic nephropathy. *Biochim. Biophys. Acta*, **1782**, 10–21.
18. Namkoong, H., Shin, S. M., Kim, H. K., Ha, S. A., Cho, G. W., Hur, S. Y. *et al.* (2006). The bone morphogenetic protein antagonist gremlin 1 is overexpressed in human cancers and interacts with YWHAH protein. *BMC Cancer*, **6**, 74.
19. Sneddon, J. B., Zhen, H. H., Montgomery, K., van de Rijn, M., Tward, A. D., West, R. *et al.* (2006). Bone morphogenetic protein antagonist gremlin 1 is widely expressed by cancer-associated stromal cells and can promote tumor cell proliferation. *Proc. Natl Acad. Sci. USA*, **103**, 14842–14847.
20. Langenfeld, E. M., Bojnowski, J., Perone, J. & Langenfeld, J. (2005). Expression of bone morphogenetic proteins in human lung carcinomas. *Ann. Thorac. Surg.* **80**, 1028–1032.
21. Rothhammer, T., Poser, I., Soncin, F., Bataille, F., Moser, M. & Bosserhoff, A. K. (2005). Bone morphogenetic proteins are overexpressed in malignant melanoma and promote cell invasion and migration. *Cancer Res.* **65**, 448–456.
22. Virk, M. S., Petrigliano, F. A., Liu, N. Q., Chatziioannou, A. F., Stout, D., Kang, C. O. *et al.* (2009). Influence of simultaneous targeting of the bone morphogenetic protein pathway and RANK/RANKL axis in osteolytic prostate cancer lesion in bone. *Bone*, **44**, 160–167.
23. Avsian-Kretchmer, O. & Hsueh, A. J. (2004). Comparative genomic analysis of the eight-membered ring cystine knot-containing bone morphogenetic protein antagonists. *Mol. Endocrinol.* **18**, 1–12.
24. Lintern, K. B., Guidato, S., Rowe, A., Saldanha, J. W. & Itasaki, N. (2009). Characterization of wise protein and its molecular mechanism to interact with both Wnt and BMP signals. *J. Biol. Chem.* **284**, 23159–23168.
25. Sudo, S., Avsian-Kretchmer, O., Wang, L. S. & Hsueh, A. J. (2004). Protein related to DAN and cerberus is a bone morphogenetic protein antagonist that participates in ovarian paracrine regulation. *J. Biol. Chem.* **279**, 23134–23141.
26. Piccolo, S., Agius, E., Leyns, L., Bhattacharyya, S., Grunz, H., Bouwmeester, T. & De Robertis, E. M. (1999). The head inducer Cerberus is a multifunctional antagonist of Nodal, BMP and Wnt signals. *Nature*, **397**, 707–710.
27. Dionne, M. S., Skarnes, W. C. & Harland, R. M. (2001). Mutation and analysis of Dan, the founding member of the Dan family of transforming growth factor β antagonists. *Mol. Cell Biol.* **21**, 636–643.
28. Sun, J., Zhuang, F. F., Mullersman, J. E., Chen, H., Robertson, E. J., Warburton, D. *et al.* (2006). BMP4 activation and secretion are negatively regulated by an intracellular gremlin-BMP4 interaction. *J. Biol. Chem.* **281**, 29349–29356.
29. Weidauer, S. E., Schmieder, P., Beerbaum, M., Schmitz, W., Oschkinat, H. & Mueller, T. D. (2009). NMR structure of the Wnt modulator protein Sclerostin. *Biochem. Biophys. Res. Commun.* **380**, 160–165.

30. Veverka, V., Henry, A. J., Slocombe, P. M., Ventom, A., Mulloy, B., Muskett, F. W. *et al.* (2009). Characterization of the structural features and interactions of sclerostin: molecular insight into a key regulator of Wnt-mediated bone formation. *J. Biol. Chem.* **284**, 10890–10900.
31. Daopin, S., Piez, K. A., Ogawa, Y. & Davies, D. R. (1992). Crystal structure of transforming growth factor-beta 2: an unusual fold for the superfamily. *Science*, **257**, 369–373.
32. Radaev, S., Zou, Z., Huang, T., Lafer, E. M., Hinck, A. P. & Sun, P. D. (2010). Ternary complex of transforming growth factor- β 1 reveals isoform-specific ligand recognition and receptor recruitment in the superfamily. *J. Biol. Chem.* **285**, 14806–14814.
33. McDonald, N. Q., Lapatto, R., Murray-Rust, J., Gunning, J., Wlodawer, A. & Blundell, T. L. (1991). New protein fold revealed by a 2.3-Å resolution crystal structure of nerve growth factor. *Nature*, **354**, 411–414.
34. Oefner, C., D'Arcy, A., Winkler, F. K., Eggimann, B. & Hosang, M. (1992). Crystal structure of human platelet-derived growth factor BB. *EMBO J.* **11**, 3921–3926.
35. Schlunegger, M. P. & Grutter, M. G. (1992). An unusual feature revealed by the crystal structure at 2.2 Å resolution of human transforming growth factor-beta 2. *Nature*, **358**, 430–434.
36. Husken-Hindi, P., Tsuchida, K., Park, M., Corrigan, A. Z., Vaughan, J. M., Vale, W. W. & Fischer, W. H. (1994). Monomeric activin A retains high receptor binding affinity but exhibits low biological activity. *J. Biol. Chem.* **269**, 19380–19384.
37. Brunner, A. M., Lioubin, M. N., Marquardt, H., Malacko, A. R., Wang, W. C., Shapiro, R. A. *et al.* (1992). Site-directed mutagenesis of glycosylation sites in the transforming growth factor-beta 1 (TGF beta 1) and TGF beta 2 (414) precursors and of cysteine residues within mature TGF beta 1: effects on secretion and bioactivity. *Mol. Endocrinol.* **6**, 1691–1700.
38. Liao, W. X., Moore, R. K. & Shimasaki, S. (2004). Functional and molecular characterization of naturally occurring mutations in the oocyte-secreted factors bone morphogenetic protein-15 and growth and differentiation factor-9. *J. Biol. Chem.* **279**, 17391–17396.
39. Pulkki, M. M., Mottershead, D. G., Pasternack, A. H., Muggalla, P., Ludlow, H., van Dinther, M. *et al.* (2012). A covalently dimerized recombinant human bone morphogenetic protein-15 variant identifies bone morphogenetic protein receptor type 1B as a key cell surface receptor on ovarian granulosa cells. *Endocrinology*, **153**, 1509–1518.
40. Hung, W. T., Wu, F. J., Wang, C. J. & Luo, C. W. (2012). DAN (NBL1) specifically antagonizes BMP2 and BMP4 and modulates the actions of GDF9, BMP2, and BMP4 in the rat ovary. *Biol. Reprod.* **86**, 158.
41. Kattamuri, C., Luedeke, D. M. & Thompson, T. B. (2012). Expression and purification of recombinant protein related to DAN and cerberus (PRDC). *Protein Expression Purif.* **82**, 389–395.
42. Cash, J. N., Angerman, E. B., Kattamuri, C., Nolan, K., Zhao, H., Sidis, Y. *et al.* (2012). The structure of myostatin·follistatin-like 3: N-terminal domains of follistatin-type molecules exhibit alternate modes of binding. *J. Biol. Chem.* **287**, 1043–1053.
43. Kondas, K., Szlama, G., Trexler, M. & Patthy, L. (2008). Both WFIKKN1 and WFIKKN2 have high affinity for growth and differentiation factors 8 and 11. *J. Biol. Chem.* **283**, 23677–23684.
44. Herrera, B. & Inman, G. J. (2009). A rapid and sensitive bioassay for the simultaneous measurement of multiple bone morphogenetic proteins. Identification and quantification of BMP4, BMP6 and BMP9 in bovine and human serum. *BMC Cell Biol.* **10**, 20.
45. Marom, K., Fainsod, A. & Steinbeisser, H. (1999). Patterning of the mesoderm involves several threshold responses to BMP-4 and Xwnt-8. *Mech. Dev.* **87**, 33–44.
46. Iyer, S. & Acharya, K. R. (2011). Tying the knot: the cystine signature and molecular-recognition processes of the vascular endothelial growth factor family of angiogenic cytokines. *FEBS J.* **278**, 4304–4322.
47. Shi, M., Zhu, J., Wang, R., Chen, X., Mi, L., Walz, T. & Springer, T. A. (2011). Latent TGF- β structure and activation. *Nature*, **474**, 343–349.
48. Harrington, A. E., Morris-Triggs, S. A., Ruotolo, B. T., Robinson, C. V., Ohnuma, S. & Hyvonen, M. (2006). Structural basis for the inhibition of activin signalling by follistatin. *EMBO J.* **25**, 1035–1045.
49. Greenwald, J., Vega, M. E., Allendorph, G. P., Fischer, W. H., Vale, W. & Choe, S. (2004). A flexible activin explains the membrane-dependent cooperative assembly of TGF- β family receptors. *Mol. Cell*, **15**, 485–489.
50. Hart, P. J., Deep, S., Taylor, A. B., Shu, Z., Hinck, C. S. & Hinck, A. P. (2002). Crystal structure of the human T β R2 ectodomain-TGF- β 3 complex. *Nat. Struct. Biol.* **9**, 203–208.
51. Thompson, T. B., Woodruff, T. K. & Jardetzky, T. S. (2003). Structures of an ActRIIB:activin A complex reveal a novel binding mode for TGF- β ligand:receptor interactions. *EMBO J.* **22**, 1555–1566.
52. Pierce, J. G. & Parsons, T. F. (1981). Glycoprotein hormones: structure and function. *Annu. Rev. Biochem.* **50**, 465–495.
53. Laphorn, A. J., Harris, D. C., Littlejohn, A., Lustbader, J. W., Canfield, R. E., Machin, K. J. *et al.* (1994). Crystal structure of human chorionic gonadotropin. *Nature*, **369**, 455–461.
54. Cash, J. N., Rejon, C. A., McPherron, A. C., Bernard, D. J. & Thompson, T. B. (2009). The structure of myostatin:follistatin 288: insights into receptor utilization and heparin binding. *EMBO J.* **28**, 2662–2676.
55. Alt, A., Miguel-Romero, L., Donderis, J., Aristorena, M., Blanco, F. J., Round, A. *et al.* (2012). Structural and functional insights into endoglin ligand recognition and binding. *PLoS One*, **7**, e29948.
56. Komesli, S., Vivien, D. & Dutartre, P. (1998). Chimeric extracellular domain type II transforming growth factor (TGF)-beta receptor fused to the Fc region of human immunoglobulin as a TGF-beta antagonist. *Eur. J. Biochem.* **254**, 505–513.
57. Coudreuse, D. & Korswagen, H. C. (2007). The making of Wnt: new insights into Wnt maturation, sorting and secretion. *Development*, **134**, 3–12.
58. Janda, C. Y., Waghray, D., Levin, A. M., Thomas, C. & Garcia, K. C. (2012). Structural basis of Wnt recognition by Frizzled. *Science*, **337**, 59–64.

59. Chen, Y., Ali, T., Todorovic, V., O'Leary, J. M., Kristina Downing, A. & Rifkin, D. B. (2005). Amino acid requirements for formation of the TGF-beta-latent TGF-beta binding protein complexes. *J. Mol. Biol.* **345**, 175–186.
60. Yan, B. & Smith, J. W. (2000). A redox site involved in integrin activation. *J. Biol. Chem.* **275**, 39964–39972.
61. Jacob, C., Battaglia, E., Burkholz, T., Peng, D., Bagrel, D. & Montenarh, M. (2012). Control of oxidative posttranslational cysteine modifications: from intricate chemistry to widespread biological and medical applications. *Chem. Res. Toxicol.* **25**, 588–604.
62. Dalle-Donne, I., Rossi, R., Colombo, G., Giustarini, D. & Milzani, A. (2009). Protein S-glutathionylation: a regulatory device from bacteria to humans. *Trends Biochem. Sci.* **34**, 85–96.
63. Mitola, S., Ravelli, C., Moroni, E., Salvi, V., Leali, D., Ballmer-Hofer, K. *et al.* (2010). Gremlin is a novel agonist of the major proangiogenic receptor VEGFR2. *Blood*, **116**, 3677–3680.
64. Chiodelli, P., Mitola, S., Ravelli, C., Oreste, P., Rusnati, M. & Presta, M. (2011). Heparan sulfate proteoglycans mediate the angiogenic activity of the vascular endothelial growth factor receptor-2 agonist gremlin. *Arterioscler., Thromb., Vasc. Biol.* **31**, e116–e127.
65. Li, X., Zhang, Y., Kang, H., Liu, W., Liu, P., Zhang, J. *et al.* (2005). Sclerostin binds to LRP5/6 and antagonizes canonical Wnt signaling. *J. Biol. Chem.* **280**, 19883–19887.
66. Semenov, M., Tamai, K. & He, X. (2005). SOST is a ligand for LRP5/LRP6 and a Wnt signaling inhibitor. *J. Biol. Chem.* **280**, 26770–26775.
67. Schuck, P. (2000). Size-distribution analysis of macromolecules by sedimentation velocity ultracentrifugation and lamm equation modeling. *Biophys. J.* **78**, 1606–1619.
68. Sive, H. L., Grainger, R. M. & Harland, R. M. (2000). *Early Development of Xenopus laevis: A Laboratory Manual*, 1st edit. Cold Spring Harbor Laboratory Press, Cold Spring Harbor, NY.
69. Nieuwkoop, P. D. a. F., J. & Faber, J. (1994). *Normal Table of Xenopus laevis (Deaden): A Systematical and Chronological Survey of the Development from the Fertilized Egg till the End of Metamorphosis* Garland Publishing, New York, NY.