Acetylcholine prioritises direct synaptic inputs from entorhinal cortex to CA1 by differential modulation of feedforward inhibitory circuits

Jon Palacios-Filardo[1], Matt Udakis[1], Giles A. Brown[2$], Benjamin G. Tehan[2$], Miles S. Congreve[2], Pradeep J. Nathan[2,3], Alastair J.H. Brown[2] and Jack R. Mellor[1*]

[1]Center for Synaptic Plasticity, School of Physiology, Pharmacology and Neuroscience, University of Bristol, University Walk, Bristol BS8 1TD, UK

[2]Sosei Heptares, Steinmetz Building, Granta Park, Great Abingdon, Cambridge CB21 6DG, UK

[3]Department of Psychiatry, University of Cambridge, UK

[$]Current address OMass Therapeutics Ltd, The Schrödinger Building, Heatley Road, Oxford Science Park, Oxford OX4 4GE, UK

Correspondence: Jack.Mellor@Bristol.ac.uk

* Lead contact

Keywords: acetylcholine, hippocampus, CA3, CA1, entorhinal cortex.

Acknowledgements

We thank Paul Anastasiades and Paul Chadderton for critical input to previous versions of the manuscript and all members of the Mellor group for discussion. We also thank Dr. Jürgen Wess (NIH, NIDDK) for providing the M_3 receptor KO mice This work was supported by Wellcome Trust, Biotechnology and Biological Sciences Research Council (BBSRC).

Contributions

Conceptualization, J.P-F. and J.R.M.; Methodology, J.P-F. and M.U.; Investigation, J.P-F. and M.U; Provision of reagents, G.A.B., B.G.T., M.S.C., P.J.N. and A.J.H.B.; Visualization, J.P-F., M.U. and J.R.M.; Writing – Original Draft, J.P-F., M.U., and J.R.M.; Writing – Review & Editing, J.P-F., M.U., P.J.N., A.J.H.B. and J.R.M.; Funding Acquisition, J.R.M.; Supervision, J.R.M.

Declaration of interests

The authors declare no competing interests.

Abstract

Acetylcholine release in the hippocampus plays a central role in the formation of new memory representations by facilitating synaptic plasticity. It is also proposed that memory formation requires acetylcholine to enhance responses in CA1 to new sensory information from entorhinal cortex whilst depressing inputs from previously encoded representations in CA3, but this influential theory has not been directly tested. Here, we show that excitatory inputs from entorhinal cortex and CA3 are depressed equally by synaptic release of acetylcholine in CA1. However, greater depression of feedforward inhibition from entorhinal cortex results in an overall enhancement of excitatory-inhibitory balance and CA1 activation. Underpinning the prioritisation of entorhinal inputs, entorhinal and CA3 pathways engage distinct feedforward interneuron subpopulations and depression is mediated differentially by presynaptic muscarinic M_3 and M_4 receptors respectively. These mechanisms enable acetylcholine to prioritise novel information inputs to CA1 during memory formation and suggest selective muscarinic targets for therapeutic intervention.

Introduction

Cognitive processing in the brain must continuously adapt to changing environmental situations. However, the stability of physical connectivity within neuronal networks, at least over relatively short timescales (< min), means that the brain requires systems that can enact rapid functional network reconfigurations. Release of neuromodulator transmitters via long-range projections fulfils the requirements for functional reconfiguration (Marder, 2012) and occurs in response to situations that demand behavioural or cognitive adaptation (Dayan, 2012). But the mechanisms by which neuromodulators such as acetylcholine reconfigure neuronal networks remain largely unknown.

The widespread release of acetylcholine within the brain is historically associated with arousal and attention (Hasselmo and Sarter, 2011; Micheau and Marighetto, 2011; Robbins, 1997; Teles-Grilo Ruivo and Mellor, 2013). More recently it has also been found to be associated with unexpected rewards or punishments (Hangya and Kepecs, 2015; Teles-Grilo Ruivo et al., 2017) signalling the need to update existing representations with new salient information. To achieve this acetylcholine must reconfigure neural networks in two key ways: (i) open a window for encoding new memories or updating existing ones, and (ii) prioritise new sensory information for incorporation into memory ensembles (Hasselmo, 2006; Palacios-Filardo and Mellor, 2019). Acetylcholine facilitates the induction of synaptic plasticity thereby opening a window for the creation of memory ensembles (Buchanan et al., 2010; Dennis et al., 2016; Hasselmo et al., 1995; Isaac et al., 2009; Mitsushima et al., 2013; Shinoe et al., 2005) and it increases the output gain from primary sensory cortices enhancing signal-to-noise for new sensory information (Eggermann et al., 2014; Fu et al., 2014; Letzkus et al., 2011). It is also proposed to prioritise sensory inputs from the neocortex into memory ensembles within the hippocampus (Dannenberg et al., 2017; Hasselmo, 2006; Hasselmo and Schnell, 1994; Hasselmo et al., 1995) but this critical component of the mechanism by which acetylcholine gates the updating of memory representations has yet to be tested in detail.

The hippocampus is a hub for the encoding, updating and retrieval of episodic memories, enabling events to be placed into a context. Individual items of information from the neocortex are thought to be sparsely encoded and separated by strong lateral inhibition in the dentate gyrus before being assembled into larger memory representations within the recurrent CA3 network (Hasselmo, 2006; Prince et al., 2016). These memory representations are then transferred via the Schaffer collateral (SC) pathway to CA1 which also receives new sensory information directly from the entorhinal cortex layer III pyramidal neurons via the temporoammonic (TA) pathway enabling CA1 to compare and integrate the new information (Ahmed and Mehta, 2009; Eichenbaum, 2017; Takahashi and Magee, 2009; Witter, 1993). It is therefore predicted that acetylcholine enhances the relative weights of TA inputs to CA1 over SC inputs during memory formation.

Perhaps counter-intuitively, acetylcholine inhibits both TA and SC glutamatergic excitatory transmission in CA1. In the SC pathway this occurs via presynaptic muscarinic M_4 receptors but the identity of the receptors mediating depression at the TA pathway is unclear (Dasari and Gulledge, 2011; Goswamee and McQuiston, 2019; Thorn et al., 2017). The anatomically segregated targeting of TA and SC inputs to distal and more proximal dendritic locations on

CA1 pyramidal neurons respectively (Witter, 1993) together with muscarinic receptor specificity provide potential mechanisms for differential sensitivity to acetylcholine and therefore altering the relative weights of synaptic input. However, the evidence for this is equivocal with exogenously applied cholinergic agonists indicating that SC transmission is more sensitive to cholinergic modulation than TA transmission (Hasselmo and Schnell, 1994) but the reverse reported for endogenous synaptically released acetylcholine (Goswamee and McQuiston, 2019).

An alternative mechanism by which acetylcholine might rebalance the relative weight s of SC and TA inputs is the modulation of the intrinsic and synaptic properties of hippocampal GABAergic interneurons (Cea-del Rio et al., 2011; Cea-del Rio et al., 2010; Leao et al., 2012; Szabo et al., 2010) which have a profound impact on CA1 pyramidal neuron input integration rules and subsequent output (Leao et al., 2012; Milstein et al., 2015). Feedforward interneurons in the SC pathway are primarily perisomatic targeting basket cells expressing parvalbumin (PV) or cholecystokinin (CCK) (Basu et al., 2013; Freund and Katona, 2007; Glickfeld and Scanziani, 2006; Klausberger and Somogyi, 2008; Milstein et al., 2015) whose inhibition is strongly regulated by acetylcholine (Cea-del Rio et al., 2011; Szabo et al., 2010) whereas the mediators of feedforward inhibition in the TA pathway are primarily CCK or neuropeptide Y (NPY) expressing interneurons (Basu et al., 2013; Klausberger and Somogyi, 2008; Milstein et al., 2015) that are also potentially regulated by acetylcholine (Cea-del Rio et al., 2010; Raza et al., 2017). Moreover, feedback inhibition via oriens lacunosum moleculare (OLM) interneurons, which specifically target the same distal dendritic regions as the TA pathway, are directly excited by acetylcholine (Leao et al., 2012; Pouille and Scanziani, 2004). This indicates that cholinergic modulation of inhibition within the hippocampal circuit strongly dictates excitatory input integration and CA1 output, but the integrated effect of acetylcholine on the hippocampal network and its input-output function has not been investigated.

In this study we tested the hypothesis that acetylcholine release in the hippocampus prioritises new sensory input to CA1 via the TA pathway over internal representations via the SC pathway. We find that endogenous synaptically released acetylcholine depresses SC and TA excitatory inputs equally but that feedforward inhibition in the TA pathway is more sensitive to cholinergic modulation. This produces an increase in excitatory-inhibitory ratio selectively for the TA pathway driven by differential regulation of interneuron subpopulations and distinct muscarinic receptor subtypes. We therefore provide a mechanism by which acetylcholine dynamically prioritises sensory information direct from entorhinal cortex over internal representations held in CA3.

Results

Endogenous acetylcholine release modulates synaptic inputs to CA1.

To enable selective activation of endogenous acetylcholine release we expressed the light-
activated cation channel channelrhodopsin-2 (ChR2) in a cre-dependent manner using mice
that express cre recombinase under control of the promoter for Choline AcetylTransferase
(ChAT-cre) crossed with mice expressing cre-dependent ChR2 (ChAT-ChR2 mice;
methods). Immunohistochemisty confirmed that ChR2 was expressed in cholinergic cells
within the medial septum (Figure 1A-B) whose axon fibers densely innervated the dorsal
hippocampus (Figure 1C) in agreement with the previously described anatomy (Teles-Grilo
Ruivo and Mellor, 2013). Whole-cell patch clamp recordings from medial septal neurons
expressing ChR2 confirmed they fired action potentials in response to 5ms of 470nm light up
to a maximum frequency of ~25Hz (Figure 1B). We also confirmed that light stimulation in
hippocampal slices resulted in acetylcholine release. Recordings from interneurons located in
stratum oriens revealed fast synaptic responses to light stimulation mediated by nicotinic
receptors (Figure 1D) consistent with activation of cholinergic axons and endogenous release
of acetylcholine (Leao et al., 2012). In these recordings and further recordings from CA1
pyramidal cells we saw no inhibitory postsynaptic currents that might be caused by light-
evoked co-release of GABA or glutamate from either local or long-range ChAT expressing
neurons (Figure 1E) (Takacs et al., 2018; Yi et al., 2015).

To selectively activate the Schaffer collateral and temporoammonic pathways into CA1
stimulating electrodes were placed within the two axon pathways in dorsal hippocampal
slices. This enabled independent stimulation of each pathway and the engagement of both the
direct excitatory inputs and disynaptic feedforward inhibitory inputs without activating direct
inhibitory inputs, demonstrated by the blockade of inhibitory inputs by NBQX (20 µM)
(Figure S1A-B). We also pharmacologically confirmed the identity of the TA input by
application of the mGluR group II/III agonist DCG-IV (3 µM) that selectively inhibits
glutamate release from temporoammonic pathway terminals (Ceolin et al., 2011) (Figure
S1C).

To test the effect of endogenous acetylcholine release on synaptic inputs to CA1,
hippocampal slices were stimulated with light at a frequency of 2 Hz for 5 minutes to evoke
physiologically maximal acetylcholine release (Jing et al., 2018). In the presence of the
GABA$_A$ receptor antagonist picrotoxin, isolated SC and TA pathway excitatory postsynaptic
current (EPSC) amplitudes were depressed by very similar amounts (Figure 1F-G; SC
pathway 69 ± 5 % , n = 12 from 6 mice, $p < 0.001$; TA pathway 74 ± 4 %, n = 13 from 6
mice, $p < 0.001$) with a concomitant increase in the paired-pulse ratio (PPR) (Figure 1H; SC
pathway, 125 ± 9 %, $p < 0.05$; TA pathway, 118 ± 5 %, $p < 0.01$), indicating a presynaptic
locus of action. Application of nicotinic and muscarinic receptor antagonists atropine (25 µM)
and mecamylamine (50 µM) blocked the effects of endogenous acetylcholine release (Figure
1F-H; SC pathway 116 ± 8 %, n = 6 from 3 mice, $p > 0.05$; TA pathway 106 ± 15 %, n = 6
from 3 mice, $p > 0.05$). Therefore, contrary to our initial hypothesis (Dannenberg et al., 2017;
Goswamee and McQuiston, 2019; Hasselmo, 2006; Hasselmo and Schnell, 1994),

acetylcholine did not inhibit one pathway more than the other but instead depressed both
equally.

We next tested disynaptic feedforward inhibitory postsynaptic currents (IPSCs) in response to
stimulation of SC or TA pathways. The amplitude of evoked IPSCs was also reduced by
endogenous acetylcholine release (Figure 1I-J; SC pathway, 63 ± 5 %, n = 9 from 6 mice, p <
0.01; TA pathway, 77 ± 5 %, n = 10 from 6 mice, p < 0.01) but surprisingly IPSC PPR was
only increased in the SC pathway (Figure 1I,K; SC pathway, 150 ± 14 %, p < 0.05; TA
pathway, 112 ± 7 %, p > 0.05). Similar to EPSCs, the reduction in IPSCs was completely
blocked by muscarinic and nicotinic receptor antagonists (Figure 1I-K; SC pathway IPSC 122
± 6 % and PPR 106 ± 10 %, n = 5 from 4 mice, p > 0.05; TA pathway IPSC 98 ± 6 % and
PPR 99 ± 6 %, n = 6 from 4 mice, p > 0.05). The observation that IPSCs were depressed
equally in each pathway but PPR was increased in the SC pathway suggests that during
repetitive stimulation inhibitory drive will increase in the SC pathway relative to the TA
pathway. This predicts that although acetylcholine depresses excitatory synaptic transmission
in the TA and SC pathways equally, its overall effect on excitatory-inhibitory ratio favours
TA inputs during repetitive stimulation when the effects of acetylcholine on feedforward
inhibition are taken into account.

Differential cholinergic modulation of excitatory-inhibitory ratio for Schaffer collateral and temporoammonic inputs to CA1.

To test whether excitatory-inhibitory balance was differentially altered between SC and TA
input pathways we recorded monosynaptic EPSCs and disynaptic feedforward IPSCs for SC
and TA pathways in the same CA1 pyramidal neuron (see methods; Figure 2A). 5
consecutive stimuli at 10 Hz were given alternately to SC then TA pathway to determine the
evolution of synaptic modulation by acetylcholine during a repetitive train of stimuli. In these
experiments we mimicked the release of endogenous acetylcholine with application of the
cholinergic receptor agonist carbachol (CCh), a non-hydrolysable analogue of acetylcholine
that is not selective between cholinergic receptor subtypes. Application of increasing
concentrations of CCh revealed that 10 μM CCh was required to induce depression for both
EPSCs and IPSCs in both SC and TA pathways similar to endogenous acetylcholine release
(Figure S2A; SC pathway EPSC, 35 ± 6 %, n = 20 from 11 mice; TA pathway EPSC, 50 ± 5
%, n = 20 from 11 mice; SC pathway IPSC, 29 ± 3 %, n = 20 from 11 mice; TA pathway
IPSC, 40 ± 4 %, n = 20 from 11 mice), but at lower concentrations of CCh SC excitatory
synaptic transmission showed higher sensitivity to CCh than the TA pathway (Hasselmo and
Schnell, 1994) suggestive of different receptor affinities or signalling pathways regulating
presynaptic release (Figure S2A; CCh 1 μM at SC pathway, 52 ± 6 %, n = 9 from 4 mice; TA
pathway, 91 ± 18 %, n = 9 from 4 mice). The depression of EPSCs and IPSCs with 10 μM
CCh occurred for all responses in both SC and TA pathways (Figure 2A and Figure S2B) but
the degree of depression was not consistent between pathways over the course of repetitive
stimulation. Cholinergic receptor activation enhanced synaptic facilitation and increased PPR
for excitatory and feedforward inhibitory connections in the SC pathway, while the TA
pathway only displayed a marked increase in PPR in excitatory but not feedforward

inhibitory inputs (Figure 2B and Figure S2B-E; 5th stimuli PPR change for SC EPSC, 197 ± 23 %, p < 0.01; SC IPSC, 188 ± 13 %, p < 0.001; TA EPSC, 170 ± 13 %, p < 0.001; TA IPSC, 120 ± 13 %, p > 0.05, n = 20 from 11 mice), supporting the initial results using endogenous acetylcholine release. Indeed, the close similarity in PPR increase for both excitatory and feedforward inhibitory transmission in the SC pathway ensured that the excitatory-inhibitory (E-I) ratio in the SC pathway did not change after cholinergic receptor activation for any stimuli within the train (Figure 2C; 5th stimuli on SC E-I ratio, 0.29 ± 0.05 and 0.41 ± 0.10, for baseline and CCh respectively, p > 0.05). Conversely, excitation-inhibition ratio in the TA pathway showed a marked increase after CCh application that evolved over the course of the train of stimuli (Figure 2C; 5th stimuli on TA E-I ratio, 0.34 ± 0.06 and 0.6 ± 0.10, for baseline and CCh respectively, p < 0.001). This meant that over the course of the train the TA input exerted relatively greater influence over the postsynaptic neuron compared to the SC input when cholinergic receptors were activated, as demonstrated by the comparison of excitation-inhibition ratio between the SC and TA pathways (Figure 2D; 5th stimuli on TA/SC E-I ratio, 1.28 ± 0.25 and 1.7 ± 0.25, for baseline and CCh respectively, p < 0.01). These data show that differential modulation of feedforward inhibition between SC and TA pathways by cholinergic receptor activation produces an increase in the relative strength of the TA input to CA1 pyramidal neurons. Furthermore, the data suggest that SC and TA pathways engage distinct local inhibitory interneuron populations with different overall short-term dynamic responses to acetylcholine.

Cholinergic modulation of interneuron recruitment to feedforward inhibitory synaptic transmission.

Feedforward interneurons in the SC pathway are primarily perisomatic targeting basket cells expressing parvalbumin (PV+) or cholecystokinin (CCK+) whereas the mediators of feedforward inhibition in the TA pathway are likely dendritically targeting CCK+ or neuropeptide Y (NPY+) expressing interneurons (Basu et al., 2013; Freund and Katona, 2007; Glickfeld and Scanziani, 2006; Klausberger and Somogyi, 2008; Milstein et al., 2015). Analysis of our recordings revealed that feedforward SC IPSCs had faster decay kinetics than TA IPSCs (Figure 3A-C; SC IPSC decay tau, 43.0 ± 2.7 ms, n = 45 from 24 mice vs TA IPSC decay tau, 60.1 ± 3.4 ms, n = 92 from 36 mice, p < 0.005) in accordance with predictions that the more distal synaptic location of inhibitory inputs from TA feedforward interneurons and therefore increased dendritic filtering means that these IPSCs have slower kinetics (Milstein et al., 2015). GABAergic synapses from PV+ and NPY+, but not CCK+, interneurons onto CA1 pyramidal cells are depressed by μ-opioid receptors (Glickfeld et al., 2008; Gulyas et al., 2010; Krook-Magnuson et al., 2011). SC IPSCs were more sensitive to μ-opioid receptor agonist DAMGO (1 μM) than TA IPSCs (Figure 3D-E; IPSC 1st response peak after DAMGO, 51 ± 4 % and 69 ± 5 %, for SC and TA respectively, n = 11 from 4 mice, p < 0.05) indicating that in our experiments PV+ interneurons form a major component of feedforward inhibition in the SC pathway whereas CCK+ interneurons form the major component of feedforward inhibition in the TA pathway. There are also minor components from other interneuron subtypes, most likely CCK+ basket cells in the SC pathway and PV+

or NPY$^+$ interneurons in the TA pathway (Basu et al., 2013; Freund and Katona, 2007;
Glickfeld and Scanziani, 2006; Klausberger and Somogyi, 2008; Milstein et al., 2015).

The engagement of different interneuron subtypes in feedforward inhibition in the SC and TA
pathways might explain the differential modulation of feedforward inhibition by
acetylcholine. Therefore, we investigated whether the output from these interneurons onto
CA1 pyramidal cells is modulated by acetylcholine and, if so, whether modulation evolves
differentially for the 2 inputs during a burst of responses. To test this we used mice
expressing ChR2 in PV$^+$ or CCK$^+$ interneurons (see methods) and gave a train of 5 light
stimuli at 10 Hz to the slices whilst recording IPSCs from pyramidal neurons at 0 mV in the
presence of NBQX and D-APV to avoid recording glutamatergic, disynaptic inhibitory inputs
or ChR2 currents (Figure S3). To test the sensitivity of PV$^+$ and CCK$^+$ synapses to
cholinergic modulation, CCh was bath applied to the slice whilst selectively evoking either
PV$^+$ or CCK$^+$ derived IPSCs (Figure 3F). PV$^+$ evoked IPSCs displayed faster decay kinetics
to CCK$^+$ evoked IPSCs supporting their perisomatic and dendritic synaptic locations
respectively (Figure 3G; PV$^+$ decay kinetics, 14.9 ± 1.8 ms, n = 7 vs CCK$^+$ decay kinetics,
21.9 ± 3.4 ms, n = 5, p < 0.05). Decay kinetics of optogenetically evoked IPSCs were faster
than disynaptically evoked feedforward IPSCs as predicted for inputs with greater synchrony.
CCh depressed IPSCs from both PV$^+$ and CCK$^+$ synapses indicating a direct cholinergic
modulation of these interneurons (Figure 3F,H; PV$^+$ responses, 34.3 ± 6.0 %, n = 7, p <
0.005; CCK$^+$ responses, 37.8 ± 4.8 %, n = 5, p < 0.005). Both synapses exhibited frequency-
dependent depression but CCh selectively increased PPR of PV$^+$ but not CCK$^+$ synapses
(Figure 3I-J; PV$^+$ IPSC PPR, 136 ± 11 %, n = 7, p < 0.05; CCK$^+$ IPSC PPR, 104 ± 4 %, n =
5, p > 0.05). The lack of effect of cholinergic receptor activation on PPR at CCK$^+$ synapses
mirrors the lack of effect on PPR for feedforward inhibition in the TA pathway and confirms
that CCK$^+$ interneurons are the major component of feedforward inhibition in the TA
pathway whereas PV$^+$ interneurons and synapses that increase PPR form feedforward
inhibition in the SC pathway. The differential effect of acetylcholine at PV$^+$ and CCK$^+$
synapses provides a mechanism for the enhancement of TA pathway excitatory-inhibitory
ratio in comparison to SC pathway.

**Presynaptic muscarinic M$_3$ receptor modulation of TA pathway excitatory and
feedforward inhibitory synaptic transmission.**

The synaptic depression of Schaffer collateral inputs to CA1 by acetylcholine is characterised
genetically and pharmacologically to be mediated by muscarinic M$_4$ receptors (Dasari and
Gulledge, 2011; Thorn et al., 2017). This was confirmed by application of the dual
muscarinic M$_4$ and M$_1$ receptor agonist compond1 (1 µM; Figure S4), which selectively
depressed SC but not TA pathway excitatory inputs (Figure 4A-C; SC EPSC response, 63 ± 5
%, n = 17, from 8 mice, p < 0.001; TA EPSC response, 94 ± 5 %, n = 17, from 8 mice, p >
0.05). However, the identity of cholinergic receptors mediating the depression of TA inputs is
unclear. Therefore, we aimed to determine which cholinergic receptors modulate TA pathway
feedforward excitatory and inhibitory synaptic transmission onto CA1 pyramidal neurons.
TA pathway excitatory synaptic transmission was isolated by recording in the presence of

PTX and holding the membrane voltage at -65 mV (see methods; Figure 4D). Similar to previous results (Figures 1&2), TA EPSCs were depressed by application of 10 µM CCh and PPR was increased (Figure 4E; EPSC response, 45 ± 3 %, n = 10 from 5 mice, $p < 0.01$; PPR, 129 ± 8 %, n = 10 from 5 mice, $p < 0.05$). These data suggest a presynaptic locus of action of cholinergic receptors. We next pharmacologically dissected which cholinergic receptor subtypes were involved. Application of the non-selective nicotinic receptor antagonist mecamylamine (25 µM) had no effect on CCh depression of EPSCs (Figure 4F; 40.6 ± 9.5 %, n = 6 from 3 mice, $p < 0.01$) and PPR (Figure 4G; 124 ± 8 %, n = 6 from 3 mice, $p < 0.05$), while the non-selective muscarinic receptor antagonist atropine (10 µM) blocked the decrease of EPSCs (Figure 4F; 91 ± 4 %, n = 6 from 3 mice, $p > 0.05$) and prevented the increase in PPR (Figure 4G; 105 ± 4 %, n = 6 from 23 mice, $p > 0.05$), suggesting a direct involvement of muscarinic receptors. Muscarinic M_1 receptor agonist GSK-5 (500 nM) (Dennis et al., 2016) did not replicate CCh depression of EPSCs and increase in PPR (Figure 4F-G; EPSCs, 91 % ± 4 %, PPR 101 ± 5 %, n = 7 from 4 mice, $p > 0.05$) nor did the selective M_1 receptor antagonist, nitrocaramiphen (100 nM) prevent CCh induced depression and increase in PPR (Figure 4F-G; EPSC 51 ± 4 %, n = 6 from 4 mice, $p < 0.01$; PPR 124 ± 6 %, n = 6 from 4 mice, $p < 0.05$). The high density of muscarinic M_3 receptors localised to Stratum Lacunosum Moleculare where TA inputs synapse in CA1 (Levey et al., 1995) suggests a role for M_3 receptors modulating the TA pathway. Supporting a role for M_3 receptors, the selective M_3 receptor antagonist DAU5884 (1 µM) (Gosens et al., 2004) prevented the EPSC depression and increase in PPR caused by CCh (Figure 4F-G; EPSC 105 ± 11 %, n = 6 from 4 mice, $p > 0.05$; PPR 101 ± 6 %, n = 6 from 4 mice, $p > 0.05$) suggesting that TA pathway synaptic transmission onto CA1 pyramidal neurons is modulated by presynaptically located muscarinic M_3 receptors.

To confirm the involvement of presynaptic muscarinic M_3 receptors, we tested the effects of CCh in M_3 receptor knock out mice (M_3 KO) (Yamada et al., 2001). Although TA evoked EPSCs recorded from M_3 KO slices were reduced by CCh with an associated increase in PPR (Figure 4H-I; EPSC, 61 ± 6 %, n = 8 from 4 mice, $p < 0.001$; PPR, 112 ± 5 %, $p < 0.05$), this CCh-induced depression was less than that recorded in WT slices (Figure 4H; WT EPSC vs M_3 KO EPSC, $p < 0.05$). This confirms the pharmacological data for presynaptic M_3 receptor involvement in the TA pathway but also suggests some compensation for M_3 receptor deletion within M3 KO mice. The most likely subunit to compensate for M_3 deletion are M_1 receptors that are expressed in pyramidal cells and are also coupled to Gq signalling pathways. Therefore, to further explore possible compensatory mechanisms, we tested the selective muscarinic M_1 receptor agonist GSK-5 in the M_3 KO mice (Figure S5). M_1 receptor activation depolarises and increases spike rates in pyramidal neurons (Buchanan et al., 2010) thereby increasing spontaneous EPSCs. Application of GSK-5 increased spontaneous EPSC frequency in slices from both WT and M_3 KO mice (Figure S5A) but caused a selective decrease in TA EPSC and corresponding increase in PPR in the M_3 KO but not the WT (Figure S5B-C). This indicates that M_1 receptors partially replace the deleted M_3 receptors at presynaptic TA terminals in M_3 KO mice.

Feedforward synaptic inhibitory transmission in the TA pathway was isolated by holding the membrane voltage at 0 mV (see methods; Figure 4J). As previously described (Figures 1&2),

CCh depressed IPSCs without an effect on PPR (Figure 4K-L; IPSC, 48 ± 6 %, n = 9 from 4 mice, $p < 0.01$; PPR, 108 ± 3 %, n = 9 from 4 mice, $p > 0.05$). The pharmacological data again supported a role for M_3 receptors. Nicotinic receptor antagonist mecamylamine (25 μM) did not prevent CCh-induced depression (Figure 4L; 31 ± 6 %, n = 5 from 3 mice, $p < 0.01$) but the muscarinic receptor antagonist atropine (10 μM) did (Figure 4L; 87 ± 5 %, n = 6 from 3 mice, $p > 0.05$), demonstrating that, as for excitatory synaptic transmission, inhibitory inputs to CA1 pyramidal neurons are depressed by muscarinic receptor activation. Muscarinic M_1 receptors did not alter TA IPSC as the agonist GSK-5 was unable to modulate inhibitory synaptic transmission (Figure 4L; GSK-5 500 nM; 83 ± 6 %; n = 4 from 2 mice, $p > 0.05$) and the M_1 receptor antagonist nitrocaramiphen was unable to block the CCh effect (Figure 4L; nitrocaramiphen 100 nM, 49 ± 2 %, n = 4 from 2 mice, $p < 0.01$). Similar to excitatory transmission, muscarinic M_3 receptor antagonist (DAU5884 1 μM) blocked TA pathway IPSC modulation by CCh (Figure 4L; 84 ± 4 %, n = 8 from 4 mice, $p > 0.05$). These results show that M_3 muscarinic receptors are located at presynaptic TA terminals where they depress release of glutamate onto CA1 pyramidal neurons and feedforward inhibition within the TA pathway.

Cholinergic disinhibition enhances CA1 output in response to temporoammonic but not Schaffer collateral input.

The modulation of hippocampal synaptic transmission and in particular the differential regulation of excitatory-inhibitory balance of SC and TA synaptic pathways predicts that acetylcholine prioritises CA1 response to inputs from entorhinal cortex via the TA pathway. To test this prediction, we monitored spike generation in CA1 pyramidal neurons in response to SC and TA pathway stimulation using trains of 10 stimuli at 10 Hz given to SC or TA pathways. The stimulus intensities were set so that post synaptic potentials (PSPs) were suprathreshold for action potential initiation on some but not all stimuli (P_{spike}; see methods). Application of 10 μM CCh depolarised CA1 pyramidal neurons (average depolarisation 5.3 ± 0.7 mV) so to dissociate the effects of CCh on membrane potential and synaptic inputs current was initially injected to maintain membrane potential at baseline ($i \neq 0$) and assessed changes in spike probability. Subsequently, the injected current was removed ($i = 0$) to examine how cholinergic depolarisation affected spike probability. With membrane potential maintained at baseline levels, CCh dramatically reduced the probability of spikes generated by SC pathway stimulation (Figure $5A_1$-C_1; P_{spike} baseline 0.59 ± 0.07 vs CCh $i \neq 0$ 0.14 ± 0.05, n = 12 from 5 mice, $p < 0.001$) and required more stimuli within a train and therefore a longer delay to generate the first spike (Figure $5A_1$-C_1; baseline, 298 ± 58 ms vs CCh $i \neq 0$, 775 ± 83 ms, $p < 0.001$). With current injection removed and membrane potential allowed to depolarise, spike probability increased slightly but failed to return to baseline levels (Figure $5A_1$-C_1; P_{spike} 0.33 ± 0.05, $p < 0.05$ baseline versus CCh $i = 0$). In contrast, CCh application had little effect on TA pathway driven spike probability and delay to the first spike when the membrane potential was maintained at baseline levels (Figure $5A_2$-C_2; P_{spike} baseline, 0.33 ± 0.06 vs CCh $i \neq 0$, 0.43 ± 0.08, n = 15 from 10 mice, $p > 0.05$; delay to spike baseline, 397 ± 56 ms vs CCh $i \neq 0$, 483 ± 66 ms, $p > 0.05$). However, with current injection removed and

CA1 neurons allowed to depolarise spike probability increased and the delay to first spike shortened (Figure 5A$_2$-C$_2$; P$_{spike}$ 0.61 ± 0.06, p < 0.01 vs baseline; delay to spike 280 ms ± 27 ms, p < 0.05 vs baseline).

Since CCh or endogenous acetylcholine reduce excitatory synaptic inputs from the SC and TA pathways equally (Figures 1&2), our data suggest the CCh-induced increase in spike probability in response to TA pathway input is caused by a frequency-dependent depression of feedforward inhibition, and therefore increase in excitatory-inhibitory balance, selectively in the TA pathway (Figure 2). Indeed, a substantial hyperpolarising envelope driven by inhibitory synaptic inputs was seen in spike probability recordings from both SC and TA pathways and could be removed by application of a GABA$_A$ receptor antagonist (picrotoxin, 50 µM) (Figure 6A-B; SC hyperpolarising envelope -2.45 ± 0.63 mVs, n = 15 from 5 mice versus SC GABA$_A$ antagonist -0.10 ± 0.66 mVs, n = 7 from 2 mice, p < 0.05; TA hyperpolarising envelope -3.01 ± 0.46 mVs, n = 23 from 9 mice versus TA GABA$_A$ antagonist -1.19 ± 0.52 mVs, n = 7 from 2 mice, p < 0.05). To test the importance of CCh effect on inhibition for prioritisation of TA inputs we next repeated spike probability experiments in the presence of the GABA$_A$ receptor antagonist. Under these experimental conditions SC pathway behaved similarly, decreasing spike generation probability upon CCh exposure when membrane potential was kept unaltered (Figure 6C$_1$-D$_1$; baseline, 0.7 ± 0.06 and CCh i ≠ 0, 0.21 ± 0.06, n = 9 from 3 mice, p < 0.01) and showed an increase during depolarisation without reaching baseline levels (0.44 ± 0.07, p < 0.05 versus baseline), which was correlated with delay to first spike (baseline, 318 ms ± 67 ms, CCh i ≠ 0, 673 ms ± 122 ms, CCh i = 0, 397 ms ± 92 ms, p < 0.05 baseline versus CCh i ≠ 0). In contrast, the TA pathway, which increased P$_{spike}$ after CCh when PSP included both excitatory and inhibitory drive, yielded a similar spike probability outcome to SC pathway when inhibition was blocked, decreasing spike probability whether membrane potential was depolarised or not (Figure 6C$_2$-D$_2$; baseline, 0.58 ± 0.06; CCh i ≠ 0, 0.17 ± 0.05; CCh i = 0, 0.37 ± 0.08; n = 8 from 4 mice; p < 0.01 baseline versus CCh i ≠ 0 and p < 0.05 baseline versus CCh i = 0). This was associated with increases in the delay to first spike (Figure 6C$_2$-D$_2$; baseline 246 ms ± 23 ms; CCh i ≠ 0, 631 ms ± 119 ms; CCh i = 0, 464 ms ± 119 ms; p < 0.05 baseline versus CCh i ≠ 0).

Finally, we sought to confirm that endogenous release of acetylcholine in the hippocampus also decreases the probability of SC evoked spikes and increases the probability of TA evoked spikes. To test this, we reverted to optogenetic stimulation of cholinergic fibers in mice expressing ChR2 in cholinergic neurons. This produced no change in membrane potential and therefore required no current injection to maintain a constant resting potential. After 5 minutes of 2 Hz light stimulation of acetylcholine release the probability of spiking in response to SC pathway stimulation decreased (Figure 7A-C; SC P$_{spike}$ baseline 0.61 ± 0.04 vs ACh release 0.44 ± 0.06, normalized SC decrease 0.77 ± 0.1, n = 13 from 8 mice, p < 0.05), while probability of spiking in response to TA pathway stimulation increased (Figure 7A-C; TA P$_{spike}$ baseline 0.43 ± 0.05 vs ACh release 0.62 ± 0.05, normalized TA increase 1.71 ± 0.29, n = 14 from 7 mice, p < 0.005). This opposite modulation of SC and TA pathways was striking in a subset of recordings made from both pathways in the same neuron (P$_{spike}$ SC vs TA, n = 11, p < 0.05). These changes were matched by an increase to the time

to first spike in the SC pathway and a decrease for the TA pathway (Figure 7D; SC normalised time to first spike 1.77 ± 0.28, $p < 0.05$ and TA 0.72 ± 0.05, $p < 0.001$). The effects of light evoked stimulation on CA1 spike probability and delay were completely blocked by the inclusion of muscarinic and nicotinic antagonists (Figure 7A,C,D; SC normalised P_{spike} 1.04 ± 0.1, $n = 9$ from 4 mice, $p > 0.05$ & TA 0.82 ± 0.16, $n = 6$ from 4 mice, $p > 0.05$; SC normalised time to first spike 0.86 ± 0.06, $p > 0.05$ & TA 1.33 ± 0.17, $p > 0.05$). Therefore, endogenous acetylcholine release down-regulates CA1 pyramidal neuron responses to SC pathway and up-regulates responses to TA pathway. Altogether, our data indicate that cholinergic receptor activation produces a decrease of spike output in response to SC activity while enhancing output in response to TA activity via a differential effect on feedforward inhibition to CA1.

Discussion

A long-standing and influential theory proposes that acetylcholine release in the hippocampus prioritises novel sensory information input to enable incorporation into memory ensembles (Hasselmo, 2006). This theory is based on computational modelling and the observation that SC synaptic inputs are more sensitive than TA inputs to depression caused by exogenous cholinergic agonists (Dannenberg et al., 2017; Hasselmo, 2006; Hasselmo and Schnell, 1994; Hasselmo et al., 1995). In contrast, we show that excitatory synaptic transmission at SC and TA inputs to CA1 are equally depressed by endogenous acetylcholine released in response to optogenetic stimulation (Figure 1). Furthermore, in the absence of inhibition, we show that this results in a dramatic reduction of spike output from CA1 in response to either SC or TA input (Figure 6). However, when we considered the effects of acetylcholine on local inhibitory networks as well as excitatory inputs, we find that acetylcholine depresses feedforward inhibition in the TA pathway more than the SC pathway over the course of a burst of stimuli (Figures 2&3). This results in an overall enhancement of spike output from CA1 in response to TA input but not the SC input (Figures 5&7) supporting the hypothesis that acetylcholine enhances responses to novel sensory information arriving via the TA pathway.

The regulation of local inhibitory networks by acetylcholine is therefore central to prioritisation of TA inputs by acetylcholine and differences in the regulation of synaptic output from interneuron subtypes are a critical factor. Although the interneuron subtypes engaged by the SC and TA pathways are a mixed population, the difference in IPSC kinetics and sensitivity to the μ-opioid receptor agonist DAMGO in our recordings support previous findings that PV[+] cells form the majority of feedforward inhibition in the SC pathway whereas CCK[+] cells are the major contributors to feedforward inhibition in the TA pathway (Basu et al., 2013; Freund and Katona, 2007; Glickfeld and Scanziani, 2006; Klausberger and Somogyi, 2008; Milstein et al., 2015). Crucially, the synaptic output from PV[+] and CCK[+] interneurons is differentially regulated by acetylcholine. Whilst both outputs are depressed by acetylcholine, the depression of CCK[+] output is greater over the course of a burst of stimuli showing enhanced depression for later responses in the burst, mirroring the effect of acetylcholine on feedforward inhibition in the TA pathway. Acetylcholine does not cause a

greater depression for later responses in the burst for PV$^+$ synaptic output and therefore
feedforward inhibition in the SC pathway is relatively greater over a burst of stimuli reducing
the impact of SC stimulation when acetylcholine is present. Interestingly, the excitability of
different interneuron subtypes is regulated by different cholinergic receptors with M$_3$
receptors in CCK$^+$ interneurons, M$_1$ receptors in PV$^+$ and NPY$^+$ interneurons and nicotinic α2
receptors in OLM feedback interneurons (Cea-del Rio et al., 2011; Cea-del Rio et al., 2010;
Leao et al., 2012; Raza et al., 2017; Yi et al., 2014). This further supports the major
contribution of CCK$^+$ interneurons in the TA pathway since the M$_3$ receptor antagonist
DAU5884 completely blocked the CCh-induced depression of feedforward inhibition in the
TA pathway.

The differential regulation of SC and TA pathways is mediated by selective expression of M$_4$
and M$_3$ receptors. The targeting of M$_3$ and M$_4$ receptors to presynaptic terminals of TA and
SC axons respectively fits with a broader picture of highly specific localisation of muscarinic
receptor subtypes to cellular and subcellular domains within the hippocampus that includes
the localisation of M$_2$ receptors to inhibitory presynaptic terminals of PV$^+$ basket cells. This
agrees with the observed highly laminar localisation of M$_3$ receptors in the Stratum
Lacunosum Moleculare, M$_4$ receptors in Stratum Radiatum and M$_2$ receptors in the Stratum
Pyramidale ((Levey et al., 1995) but see (Goswamee and McQuiston, 2019)). At each
terminal, muscarinic receptors depress neurotransmitter release probability (Dasari and
Gulledge, 2011; Levey et al., 1995; Szabo et al., 2010; Thorn et al., 2017) and we show that
this includes M$_3$ receptors targeted to presynaptic terminals of TA axons where they depress
release of glutamate. M$_3$ receptors are also expressed in CCK$^+$ interneurons where they
increase excitability (Cea-del Rio et al., 2011; Cea-del Rio et al., 2010) and our data suggest
that M$_3$ receptors expressed in these cells can also regulate release of GABA at synapses onto
pyramidal cells (Figures 3&4). Given the importance of the TA input for synaptic plasticity
in the hippocampus (Bittner et al., 2015; Takahashi and Magee, 2009) it is expected that M$_3$
receptors play an important role in hippocampal-dependent learning. However, the evidence
from studies using mice with genetic deletion of M$_3$ receptors is somewhat equivocal (Poulin
et al., 2010; Yamada et al., 2001). A potential explanation lies in the compensation for
deletion of M$_3$ with expression of M$_1$ receptors (Figure S4) that couple to similar Gq-
mediated signalling pathways and it is interesting that knockin mutations of phosphorylation-
deficient M$_3$ receptors with potentially less compensation show greater effects on learning
and memory (Poulin et al., 2010). The compensation for M$_3$ deletion by M$_1$ receptors is
somewhat surprising since M$_1$ receptors are generally expressed widely in somatic and
dendritic cellular domains in pyramidal cells and interneurons where they regulate intrinsic
excitability leading to effects on synaptic plasticity and network oscillations (Atherton et al.,
2016; Betterton et al., 2017; Buchanan et al., 2010; Dennis et al., 2016; Fisahn et al., 2002;
Levey et al., 1995; Mitsushima et al., 2013; Shinoe et al., 2005; Tigaret et al., 2018) but are
not generally found in presynaptic terminals (Yamasaki et al., 2010).

Cholinergic neurons in vivo fire at frequencies ranging from 0.3 – 5 Hz with higher
frequencies recorded during waking activity (Hangya et al., 2015; Simon et al., 2006).
Responses to salient events such as positive or negative reinforcement have been
demonstrated (Hangya et al., 2015; Lovett-Barron et al., 2014; Teles-Grilo Ruivo et al.,

2017), but even in these conditions cholinergic firing rates do not increase dramatically but
rather activity across cholinergic neurons is synchronised (Hangya et al., 2015). Interestingly,
release of acetylcholine plateaus at firing rates around 2 Hz (Jing et al., 2018) indicating that
the dynamic range of acetylcholine release occurs at frequencies below 2 Hz. Therefore,
optogenetic stimulation that synchronises release at 2 Hz over extended time periods is likely
to be physiologically maximal. Cholinergic neurons are also reported to co-release glutamate
and more prominently GABA both from long-range projections and also local cholinergic
interneurons (Saunders et al., 2015; Takacs et al., 2018; Yi et al., 2015). However, we found
no evidence for glutamate or GABA release after optogenetic stimulation of cholinergic
fibres (Figure 1D). Therefore, under our experimental conditions, optogenetic stimulation of
cholinergic fibres at 2 Hz likely provides a maximally effective release of acetylcholine
without co-release of glutamate or GABA that was mimicked by exogenous application of 10
μM CCh.

Acetylcholine increases the output gain from primary sensory cortices enhancing signal-to-
noise for new sensory information and desynchronising the local cortical network by
reorganising inhibition to disinhibit pyramidal neurons (Eggermann et al., 2014; Fu et al.,
2014; Letzkus et al., 2011). A contrary situation is reported in the hippocampus where
cholinergic activation of dendritically targeting interneurons inhibits pyramidal neurons and
potentially gates CA1 output (Haam et al., 2018; Leao et al., 2012; Lovett-Barron et al.,
2014). Both of these mechanisms may be important for learning new representations,
however, neither of these situations addresses whether acetylcholine prioritises one set of
inputs over another. Here, we reveal a novel mechanism whereby acetylcholine alters the
short-term dynamics of information processing in CA1 by acting on two distinct muscarinic
receptor subtypes located in the SC and TA pathway. It will be interesting to discern in future
how these various mechanisms interact across different behavioural epochs.

Multiple compounds have been developed to selectively target M_1 and M_4 muscarinic
receptors for potential cognitive enhancement whereas M_2 and M_3 receptors have received
much less attention due to complications with peripheral effects on cardiac and enteric
function. The M_1/M_4 receptor dual agonist Xanomeline has cognitive enhancing and
antipsychotic efficacy in clinical trials (Bodick et al., 1997; Shekhar et al., 2008) and whilst it
is not clear whether M_1 or M_4 receptors are the key target, in separate studies selective M_1
agonists and M_4 agonists have been shown to have memory enhancing and/or antipsychotic
efficacy (Chan et al., 2008; Nathan et al., 2013) whereas deletion of M_1 receptors in mice
causes memory deficits (Anagnostaras et al., 2003). Our data provide a mechanism for the
actions of M_1/M_4 receptor dual agonists such as Xanomeline and Compound1 where
activation of M_1 receptors facilitates synaptic plasticity (Buchanan et al., 2010) and activation
of M_4 receptors prioritises new information to incorporate into memory. Our data also predict
that selective activation of M_3 receptors could potentially facilitate the consolidation of
memory by reducing interference from new information. Interestingly, the link that we
demonstrate between selective muscarinic receptor activation and distinct interneuron
subtypes suggests a mechanism to selectively target and regulate these interneuron
populations. This could have therapeutic value in disorders with disruption to specific
interneuron populations such as PV^+ neurons in schizophrenia (Lewis et al., 2005). Overall,

acetylcholine release in the hippocampus supports cognition and the identification of specific
roles for each muscarinic receptor subtype provides mechanisms to selectively modulate
individual aspects of acetylcholine's actions. The identification of M_3 receptors as regulators
of TA inputs in contrast to M_4 receptors acting on SC inputs provides a novel mechanism by
which specific targeting of these muscarinic receptors could represent a therapeutic strategy
to bias hippocampal processing and enhance cognitive flexibility.

Methods

Animal Strains. All experiments were performed using male mice. C57BL/6J (Charles River) mice were used as the background strain. The generation of the M_3 receptor KO mice has been described (Yamada et al., 2001). The M_3 KO mice used for this study had been backcrossed for 10 times onto the C57BL/6NTac background. Cre reporter allele mice (The Jackson Laboratory) were used to tag specific neuronal populations: Cholinergic neurons (Chat-IRES-Cre; Stock No. 006410), parvalbumin interneurons (B6 PV[CRE]; Stock No. 017320) and cholecystokinin interneurons (CCK-IRES-Cre; Stock No. 012706). Homozygous cre reporter mice were crossed with homozygous Ai32 mice (B6.Cg-Gt(ROSA)26Sortm32(CAG-COP4*H134R/EYFP)Hze/J; Stock No. 024109) to generate litters of heterozygous offspring expressing ChR2.

Slice preparations. All animal procedures were performed in accordance with Home Office guidelines as stated in the United Kingdom Animals (Scientific Procedures) Act 1986 and EU Directive 2010/63/EU 2010 and experimental protocols were approved by the British National Committee for Ethics in Animal Research.

Brain slices were prepared from P30-40 male mice. Following cervical dislocation and decapitation, brains were removed and sliced in ice-cold sucrose solution containing (in mM): 252 sucrose, 10 glucose, 26.2 NaHCO3, 1.25 NaH2PO4, 2.5 KCl, 5 MgCl2 and 1 CaCl2 saturated with 95% O2 and 5% CO2. Parasagittal slices 350 µm thick were cut using a VT1200 (Leica) vibratome. Slices were transferred to warm (32 °C) aCSF for 30 minutes containing (in mM): 119 NaCl, 10 glucose, 26.2 NaHCO3, 1.25 NaH2PO4, 2.5 KCl, 1.3 MgSO4 and 2.5 CaCl2 saturated with 95% O2 and 5% CO2 and then kept at room temperature until use.

Electrophysiology. Whole-cell patch clamp recordings were made from hippocampal CA1 pyramidal neurons visualised under infrared differential interface contrast on SliceScope Pro 6000 system (Scientifica). Slices were continually perfused with aCSF at 4-5 ml/min. Patch electrodes (4-7 MΩ resistance) were pulled from borosilicate glass capillaries (Harvard Apparatus) using a PC-87 Micropipette puller (Sutter Instrument). Recording pipettes were filled with either voltage-clamp internal solution (in mM: 117 CsMeSO3, 9 NaCl, 10 HEPES, 10 TEA, 2 MgATP, 0.3 NaGTP, 1 QX-314, 0.3 EGTA at pH 7.3 and 290 mOsm) or current-clamp internal solution (in mM: 135 K-Gluconate, 10 HEPES, 7 glucose, 8 NaCl, 2MgATP, 0.3 NaGTP, 0.2 EGTA at pH 7.3 and 290 mOsm). Electrophysiological recordings were made with an Axoclamp 200B (Molecular Devices) filtered at 5 kHz and digitized at 10 kHz using a CED micro 1401 MKII board and Signal5 acquisition software (Cambridge Electronic Design). Series and input resistances were monitored by applying a 20 pA and 500 ms square pulse. Experiments were neurons displayed >25% change in series resistance were discarded from subsequent analysis. Membrane potentials were not corrected for junction potentials.

Dual pathway (SC and TA) stimulation. Bipolar stimulating electrodes were placed in CA3 to stimulate SC fibres and in the Stratum Lacunosum Moleculare (SLM) of subiculum to stimulate TA fibres. Synaptic responses were evoked alternately in either pathway at 15 sec intervals. Monosynaptic EPSCs were recorded either at -65 mV membrane potential in the

presence of GABA$_A$ receptor blocker picrotoxin (50 µM) or in control aCSF at the experimentally determined reversal potential for GABA$_A$ receptors (-60 mV). Disynaptic IPSCs were recorded in control aCSF at experimentally determined reversal potential for AMPA receptors (0 mV). NBQX (20 µM) was applied at the end of experiments to ascertain the contribution of direct stimulation of local interneurons to IPSCs and only responses which showed > 70% reduction in IPSCs were used for analysis. In the experiments specified, SC and TA pathway EPSCs and IPSCs were recorded from the same CA1 pyramidal neuron to calculate excitation-inhibition ratio (E-I ratio). EPSC and IPSC contributions were measured as charge transferred by calculating the area of each synaptic response in pC and the ratio of EPSC and IPSC charge for each response determined the E-I ratio. PPRs were calculated by normalising the amplitude of each response to the first response. TA over SC E-I ratio was calculated for each cell before averaging across cells.

Current clamp experiments were performed at resting membrane voltage (-61.3 ± 3.5 mV). TA and SC pathways were stimulated at intervals of 20 s with trains of 10 stimuli at 10 Hz. Stimulation intensities were set to generate target spike probabilities between 30-70 %. Spike probability was calculated as the number of spikes/number of stimuli. Time to first spike was measured from the first stimulus in the train. Post synaptic potential (PSP) envelope was measured by calculating the area under the curve generated by joining the points of maximum hyperpolarisation in response to each stimulation as described previously (Chamberlain et al., 2013). Carbachol (CCh 10 µM) -induced depolarisations were neutralised by current injections to maintain a constant membrane voltage (i≠0). To investigate the impact of CCh induced depolarisation, the injected current was removed (i=0).

Optogenetic stimulation. Blue light from a 470 nm LED was targeted to slices via a 469 nm emission filter, a GFP dichroic mirror (Thorlabs) and the 4x (ChAT-Ai32) or 40x (PV-Ai32 or CCK-Ai32) microscope objective. 5 ms light pulses at 7-9 mW/mm^2 intensity were used for all stimuli. Optogenetically-evoked IPSCs were recorded from pyramidal neurons at 0 mV membrane potential in the presence of the AMPA and NMDA receptor antagonists NBQX (10µM) and DAPV (50µM).

Confocal imaging. Recorded slices were permeabilized with 0.1% Triton X-100 (Sigma) and incubated with Alexa avidin (488 nm or 594 nm; ThermoFisher). CA1 pyramidal neurons from Chat-Ai32 mice were labelled with Alexa-594 and test proximity to cholinergic axons using Chat-Ai32 YFP fluorescence.

Statistical analysis. Experimental unit was defined as cell for all conditions and only one cell recorded from each slice. Cell and animal numbers are reported for all experiments. All data were plotted as the mean ± SEM. Where comparisons between two conditions were made paired or unpaired two-tailed Student´s t-tests were applied as appropriate. For comparisons between more than 2 conditions one-way repeated measures ANOVA tests with Bonferroni post hoc correction were used. The level of significance was set to 0.05 and p values are shown as follows: * P < 0.05; ** P < 0.01; *** P < 0.001. Experiments on WT and M$_3$ KO mice were performed blind to genotype.

Reagents. Carbachol (CCh), NBQX, DCG-IV, D-APV, picrotoxin, atropine, mecamylamine, nitrocaramiphen, DAU-5884 were purchased from Tocris (UK). GSK-5 was synthetized in-

house at Eli Lilly and Co. Stock solutions of these compounds were made by dissolving in
water. The selective muscarinic M_1 & M_4 receptor agonist Compound1 was synthetized in
house at Sosei Heptares and dissolved in DMSO for stock solution. The purity of the final
compounds was determined by HPLC or LC/MS analysis to be >95%. Additional
experimental details relating to the synthesis of Compound1 and associated structures is
described in detail in WO2015/118342 which relates to the invention of agonists of the
muscarinic M_1 receptor and/or M_4 receptor and which are useful in the treatment of
muscarinic M_1/M_4 receptor mediated diseases.

References

Ahmed, O.J., and Mehta, M.R. (2009). The hippocampal rate code: anatomy, physiology and
theory. Trends Neurosci 32, 329-338.

Anagnostaras, S.G., Murphy, G.G., Hamilton, S.E., Mitchell, S.L., Rahnama, N.P.,
Nathanson, N.M., and Silva, A.J. (2003). Selective cognitive dysfunction in acetylcholine M1
muscarinic receptor mutant mice. Nat Neurosci 6, 51-58.

Atherton, L.A., Burnell, E.S., and Mellor, J.R. (2016). Assessment of Methods for the
Intracellular Blockade of GABAA Receptors. PLoS ONE 11, e0160900.

Basu, J., Srinivas, K.V., Cheung, S.K., Taniguchi, H., Huang, Z.J., and Siegelbaum, S.A.
(2013). A cortico-hippocampal learning rule shapes inhibitory microcircuit activity to
enhance hippocampal information flow. Neuron 79, 1208-1221.

Betterton, R.T., Broad, L.M., Tsaneva-Atanasova, K., and Mellor, J.R. (2017). Acetylcholine
modulates gamma frequency oscillations in the hippocampus by activation of muscarinic M1
receptors. Eur J Neurosci 45, 1570-1585.

Bittner, K.C., Grienberger, C., Vaidya, S.P., Milstein, A.D., Macklin, J.J., Suh, J., Tonegawa,
S., and Magee, J.C. (2015). Conjunctive input processing drives feature selectivity in
hippocampal CA1 neurons. Nat Neurosci 18, 1133-1142.

Bodick, N.C., Offen, W.W., Levey, A.I., Cutler, N.R., Gauthier, S.G., Satlin, A., Shannon,
H.E., Tollefson, G.D., Rasmussen, K., Bymaster, F.P.*, et al.* (1997). Effects of xanomeline, a
selective muscarinic receptor agonist, on cognitive function and behavioral symptoms in
Alzheimer disease. Archives of neurology 54, 465-473.

Buchanan, K.A., Petrovic, M.M., Chamberlain, S.E., Marrion, N.V., and Mellor, J.R. (2010).
Facilitation of long-term potentiation by muscarinic M(1) receptors is mediated by inhibition
of SK channels. Neuron 68, 948-963.

Cea-del Rio, C.A., Lawrence, J.J., Erdelyi, F., Szabo, G., and McBain, C.J. (2011).
Cholinergic modulation amplifies the intrinsic oscillatory properties of CA1 hippocampal
cholecystokinin-positive interneurons. J Physiol 589, 609-627.

Cea-del Rio, C.A., Lawrence, J.J., Tricoire, L., Erdelyi, F., Szabo, G., and McBain, C.J.
(2010). M3 muscarinic acetylcholine receptor expression confers differential cholinergic
modulation to neurochemically distinct hippocampal basket cell subtypes. J Neurosci 30,
6011-6024.

Ceolin, L., Kantamneni, S., Barker, G.R., Hanna, L., Murray, L., Warburton, E.C., Robinson,
E.S., Monn, J.A., Fitzjohn, S.M., Collingridge, G.L.*, et al.* (2011). Study of novel selective
mGlu2 agonist in the temporo-ammonic input to CA1 neurons reveals reduced mGlu2
receptor expression in a Wistar substrain with an anxiety-like phenotype. J Neurosci 31,
6721-6731.

Chamberlain, S.E., Sadowski, J.H., Teles-Grilo Ruivo, L.M., Atherton, L.A., and Mellor, J.R.
(2013). Long-Term Depression of Synaptic Kainate Receptors Reduces Excitability by
Relieving Inhibition of the Slow Afterhyperpolarization. J Neurosci 33, 9536-9545.

Chan, W.Y., McKinzie, D.L., Bose, S., Mitchell, S.N., Witkin, J.M., Thompson, R.C.,
Christopoulos, A., Lazareno, S., Birdsall, N.J., Bymaster, F.P., and Felder, C.C. (2008).
Allosteric modulation of the muscarinic M4 receptor as an approach to treating
schizophrenia. Proc Natl Acad Sci U S A 105, 10978-10983.

Dannenberg, H., Young, K., and Hasselmo, M. (2017). Modulation of Hippocampal Circuits by Muscarinic and Nicotinic Receptors. Front Neural Circuits 11, 102.

Dasari, S., and Gulledge, A.T. (2011). M1 and M4 receptors modulate hippocampal pyramidal neurons. J Neurophysiol 105, 779-792.

Dayan, P. (2012). Twenty-five lessons from computational neuromodulation. Neuron 76, 240-256.

Dennis, S.H., Pasqui, F., Colvin, E.M., Sanger, H., Mogg, A.J., Felder, C.C., Broad, L.M., Fitzjohn, S.M., Isaac, J.T., and Mellor, J.R. (2016). Activation of Muscarinic M1 Acetylcholine Receptors Induces Long-Term Potentiation in the Hippocampus. Cereb Cortex 26, 414-426.

Eggermann, E., Kremer, Y., Crochet, S., and Petersen, C.C. (2014). Cholinergic signals in mouse barrel cortex during active whisker sensing. Cell reports 9, 1654-1660.

Eichenbaum, H. (2017). On the Integration of Space, Time, and Memory. Neuron 95, 1007-1018.

Fisahn, A., Yamada, M., Duttaroy, A., Gan, J.W., Deng, C.X., McBain, C.J., and Wess, J. (2002). Muscarinic induction of hippocampal gamma oscillations requires coupling of the M1 receptor to two mixed cation currents. Neuron 33, 615-624.

Freund, T.F., and Katona, I. (2007). Perisomatic inhibition. Neuron 56, 33-42.

Fu, Y., Tucciarone, J.M., Espinosa, J.S., Sheng, N., Darcy, D.P., Nicoll, R.A., Huang, Z.J., and Stryker, M.P. (2014). A cortical circuit for gain control by behavioral state. Cell 156, 1139-1152.

Glickfeld, L.L., Atallah, B.V., and Scanziani, M. (2008). Complementary modulation of somatic inhibition by opioids and cannabinoids. J Neurosci 28, 1824-1832.

Glickfeld, L.L., and Scanziani, M. (2006). Distinct timing in the activity of cannabinoid-sensitive and cannabinoid-insensitive basket cells. Nat Neurosci 9, 807-815.

Gosens, R., Bromhaar, M.M., Tonkes, A., Schaafsma, D., Zaagsma, J., Nelemans, S.A., and Meurs, H. (2004). Muscarinic M(3) receptor-dependent regulation of airway smooth muscle contractile phenotype. Br J Pharmacol 141, 943-950.

Goswamee, P., and McQuiston, A.R. (2019). Acetylcholine Release Inhibits Distinct Excitatory Inputs Onto Hippocampal CA1 Pyramidal Neurons via Different Cellular and Network Mechanisms. Front Cell Neurosci 13, 267.

Gulyas, A.I., Szabo, G.G., Ulbert, I., Holderith, N., Monyer, H., Erdelyi, F., Szabo, G., Freund, T.F., and Hajos, N. (2010). Parvalbumin-containing fast-spiking basket cells generate the field potential oscillations induced by cholinergic receptor activation in the hippocampus. J Neurosci 30, 15134-15145.

Haam, J., Zhou, J., Cui, G., and Yakel, J.L. (2018). Septal cholinergic neurons gate hippocampal output to entorhinal cortex via oriens lacunosum moleculare interneurons. Proc Natl Acad Sci U S A 115, E1886-E1895.

Hangya, B., and Kepecs, A. (2015). Vision: how to train visual cortex to predict reward time. Curr Biol 25, R490-492.

Hangya, B., Ranade, S.P., Lorenc, M., and Kepecs, A. (2015). Central Cholinergic Neurons Are Rapidly Recruited by Reinforcement Feedback. Cell 162, 1155-1168.

Hasselmo, M.E. (2006). The role of acetylcholine in learning and memory. Curr Opin
Neurobiol 16, 710-715.

Hasselmo, M.E., and Sarter, M. (2011). Modes and models of forebrain cholinergic
neuromodulation of cognition. Neuropsychopharmacology 36, 52-73.

Hasselmo, M.E., and Schnell, E. (1994). Laminar selectivity of the cholinergic suppression of
synaptic transmission in rat hippocampal region CA1: computational modeling and brain
slice physiology. J Neurosci 14, 3898-3914.

Hasselmo, M.E., Schnell, E., and Barkai, E. (1995). Dynamics of learning and recall at
excitatory recurrent synapses and cholinergic modulation in rat hippocampal region CA3. J
Neurosci 15, 5249-5262.

Isaac, J.T., Buchanan, K.A., Muller, R.U., and Mellor, J.R. (2009). Hippocampal place cell
firing patterns can induce long-term synaptic plasticity in vitro. J Neurosci 29, 6840-6850.

Jing, M., Zhang, P., Wang, G., Feng, J., Mesik, L., Zeng, J., Jiang, H., Wang, S., Looby, J.C.,
Guagliardo, N.A., *et al.* (2018). A genetically encoded fluorescent acetylcholine indicator for
in vitro and in vivo studies. Nat Biotechnol 36, 726-737.

Klausberger, T., and Somogyi, P. (2008). Neuronal diversity and temporal dynamics: the
unity of hippocampal circuit operations. Science 321, 53-57.

Krook-Magnuson, E., Luu, L., Lee, S.H., Varga, C., and Soltesz, I. (2011). Ivy and
neurogliaform interneurons are a major target of mu-opioid receptor modulation. J Neurosci
31, 14861-14870.

Leao, R.N., Mikulovic, S., Leao, K.E., Munguba, H., Gezelius, H., Enjin, A., Patra, K.,
Eriksson, A., Loew, L.M., Tort, A.B., and Kullander, K. (2012). OLM interneurons
differentially modulate CA3 and entorhinal inputs to hippocampal CA1 neurons. Nat
Neurosci 15, 1524-1530.

Letzkus, J.J., Wolff, S.B., Meyer, E.M., Tovote, P., Courtin, J., Herry, C., and Luthi, A.
(2011). A disinhibitory microcircuit for associative fear learning in the auditory cortex.
Nature 480, 331-335.

Levey, A.I., Edmunds, S.M., Koliatsos, V., Wiley, R.G., and Heilman, C.J. (1995).
Expression of m1-m4 muscarinic acetylcholine receptor proteins in rat hippocampus and
regulation by cholinergic innervation. J Neurosci 15, 4077-4092.

Lewis, D.A., Hashimoto, T., and Volk, D.W. (2005). Cortical inhibitory neurons and
schizophrenia. Nat Rev Neurosci 6, 312-324.

Lovett-Barron, M., Kaifosh, P., Kheirbek, M.A., Danielson, N., Zaremba, J.D., Reardon,
T.R., Turi, G.F., Hen, R., Zemelman, B.V., and Losonczy, A. (2014). Dendritic inhibition in
the hippocampus supports fear learning. Science 343, 857-863.

Marder, E. (2012). Neuromodulation of neuronal circuits: back to the future. Neuron 76, 1-
11.

Micheau, J., and Marighetto, A. (2011). Acetylcholine and memory: a long, complex and
chaotic but still living relationship. Behav Brain Res 221, 424-429.

Milstein, A.D., Bloss, E.B., Apostolides, P.F., Vaidya, S.P., Dilly, G.A., Zemelman, B.V.,
and Magee, J.C. (2015). Inhibitory Gating of Input Comparison in the CA1 Microcircuit.
Neuron 87, 1274-1289.

Mitsushima, D., Sano, A., and Takahashi, T. (2013). A cholinergic trigger drives learning-
induced plasticity at hippocampal synapses. Nature communications 4, 2760.

Nathan, P.J., Watson, J., Lund, J., Davies, C.H., Peters, G., Dodds, C.M., Swirski, B.,
Lawrence, P., Bentley, G.D., O'Neill, B.V.*, et al.* (2013). The potent M1 receptor allosteric
agonist GSK1034702 improves episodic memory in humans in the nicotine abstinence model
of cognitive dysfunction. The international journal of neuropsychopharmacology / official
scientific journal of the Collegium Internationale Neuropsychopharmacologicum 16, 721-
731.

Palacios-Filardo, J., and Mellor, J.R. (2019). Neuromodulation of hippocampal long-term
synaptic plasticity. Curr Opin Neurobiol 54, 37-43.

Pouille, F., and Scanziani, M. (2004). Routing of spike series by dynamic circuits in the
hippocampus. Nature 429, 717-723.

Poulin, B., Butcher, A., McWilliams, P., Bourgognon, J.M., Pawlak, R., Kong, K.C., Bottrill,
A., Mistry, S., Wess, J., Rosethorne, E.M.*, et al.* (2010). The M3-muscarinic receptor
regulates learning and memory in a receptor phosphorylation/arrestin-dependent manner.
Proc Natl Acad Sci U S A 107, 9440-9445.

Prince, L.Y., Bacon, T.J., Tigaret, C.M., and Mellor, J.R. (2016). Neuromodulation of the
Feedforward Dentate Gyrus-CA3 Microcircuit. Front Synaptic Neurosci 8, 32.

Raza, S.A., Albrecht, A., Caliskan, G., Muller, B., Demiray, Y.E., Ludewig, S., Meis, S.,
Faber, N., Hartig, R., Schraven, B.*, et al.* (2017). HIPP neurons in the dentate gyrus mediate
the cholinergic modulation of background context memory salience. Nature communications
8, 189.

Robbins, T.W. (1997). Arousal systems and attentional processes. Biol Psychol 45, 57-71.

Saunders, A., Granger, A.J., and Sabatini, B.L. (2015). Corelease of acetylcholine and GABA
from cholinergic forebrain neurons. Elife 4.

Shekhar, A., Potter, W.Z., Lightfoot, J., Lienemann, J., Dube, S., Mallinckrodt, C., Bymaster,
F.P., McKinzie, D.L., and Felder, C.C. (2008). Selective muscarinic receptor agonist
xanomeline as a novel treatment approach for schizophrenia. Am J Psychiatry 165, 1033-
1039.

Shinoe, T., Matsui, M., Taketo, M.M., and Manabe, T. (2005). Modulation of synaptic
plasticity by physiological activation of M-1 muscarinic acetylcholine receptors in the mouse
hippocampus. Journal of Neuroscience 25, 11194-11200.

Simon, A.P., Poindessous-Jazat, F., Dutar, P., Epelbaum, J., and Bassant, M.H. (2006). Firing
properties of anatomically identified neurons in the medial septum of anesthetized and
unanesthetized restrained rats. J Neurosci 26, 9038-9046.

Szabo, G.G., Holderith, N., Gulyas, A.I., Freund, T.F., and Hajos, N. (2010). Distinct
synaptic properties of perisomatic inhibitory cell types and their different modulation by
cholinergic receptor activation in the CA3 region of the mouse hippocampus. Eur J Neurosci
31, 2234-2246.

Takacs, V.T., Cserep, C., Schlingloff, D., Posfai, B., Szonyi, A., Sos, K.E., Kornyei, Z.,
Denes, A., Gulyas, A.I., Freund, T.F., and Nyiri, G. (2018). Co-transmission of acetylcholine
and GABA regulates hippocampal states. Nature communications 9, 2848.

Takahashi, H., and Magee, J.C. (2009). Pathway interactions and synaptic plasticity in the
dendritic tuft regions of CA1 pyramidal neurons. Neuron 62, 102-111.

Teles-Grilo Ruivo, L.M., Baker, K.L., Conway, M.W., Kinsley, P.J., Gilmour, G., Phillips,
K.G., Isaac, J.T.R., Lowry, J.P., and Mellor, J.R. (2017). Coordinated Acetylcholine Release
in Prefrontal Cortex and Hippocampus Is Associated with Arousal and Reward on Distinct
Timescales. Cell reports 18, 905-917.

Teles-Grilo Ruivo, L.M., and Mellor, J.R. (2013). Cholinergic modulation of hippocampal
network function. Front Synaptic Neurosci 5, 2.

Thorn, C.A., Popiolek, M., Stark, E., and Edgerton, J.R. (2017). Effects of M1 and M4
activation on excitatory synaptic transmission in CA1. Hippocampus 27, 794-810.

Tigaret, C.M., Chamberlain, S.E.L., Sadowski, J., Hall, J., Ashby, M.C., and Mellor, J.R.
(2018). Convergent Metabotropic Signaling Pathways Inhibit SK Channels to Promote
Synaptic Plasticity in the Hippocampus. J Neurosci 38, 9252-9262.

Witter, M.P. (1993). Organization of the entorhinal-hippocampal system: a review of current
anatomical data. Hippocampus 3 Spec No, 33-44.

Yamada, M., Miyakawa, T., Duttaroy, A., Yamanaka, A., Moriguchi, T., Makita, R., Ogawa,
M., Chou, C.J., Xia, B., Crawley, J.N., *et al.* (2001). Mice lacking the M3 muscarinic
acetylcholine receptor are hypophagic and lean. Nature 410, 207-212.

Yamasaki, M., Matsui, M., and Watanabe, M. (2010). Preferential localization of muscarinic
M1 receptor on dendritic shaft and spine of cortical pyramidal cells and its anatomical
evidence for volume transmission. J Neurosci 30, 4408-4418.

Yi, F., Ball, J., Stoll, K.E., Satpute, V.C., Mitchell, S.M., Pauli, J.L., Holloway, B.B.,
Johnston, A.D., Nathanson, N.M., Deisseroth, K., *et al.* (2014). Direct excitation of
parvalbumin-positive interneurons by M1 muscarinic acetylcholine receptors: roles in cellular
excitability, inhibitory transmission and cognition. J Physiol 592, 3463-3494.

Yi, F., Catudio-Garrett, E., Gabriel, R., Wilhelm, M., Erdelyi, F., Szabo, G., Deisseroth, K.,
and Lawrence, J. (2015). Hippocampal "cholinergic interneurons" visualized with the choline
acetyltransferase promoter: anatomical distribution, intrinsic membrane properties,
neurochemical characteristics, and capacity for cholinergic modulation. Front Synaptic
Neurosci 7, 4.

 Figure legends.

Figure 1. Endogenous release of acetylcholine reduces excitatory and inhibitory
synaptic inputs to CA1 pyramidal neurons.

A, Coronal section illustration of medial septum (MS, yellow) and its projections to dorsal
hippocampus including Schaffer collateral (green) and temporoammonic (purple) inputs to
CA1 from CA3 and entorhinal cortex (EC) respectively.

B, Immunofluorescence of cholinergic neurons in medial septum filled with neurobiotin
(blue) expressing ChR2-YFP protein (left) and light evoked stimulation (blue dot, 10ms) of
cholinergic neuron, which reliably elicits action potentials at frequencies < 25 Hz (right).

C, Immunofluorescence of CA1 area of the hippocampus highlighting a CA1 pyramidal
neuron filled with neurobiotin (blue) and surrounding cholinergic axons (yellow). Nuclei
stained with DAPI (light blue) and location of Schaffer collateral (SC) and temporoammonic
(TA) axons illustrated in green and purple respectively.

D, Light-evoked stimulation of cholinergic axons (blue dot) elicits fast synaptic responses in
Stratum Oriens interneurons recorded at -60 mV that are sensitive to atropine (25 µM) and
mecamylamine (50 µM) but not picrotoxin (PTX, 50 µM), NBQX (20 µM) or D-APV (25
µM).

E, No response to light-evoked stimulation of cholinergic axons (blue dot) was seen in CA1
pyramidal neurons recorded at 0 mV or -60 mV in contrast to electrical stimulation (black
line).

F, SC (green) and TA (purple) evoked EPSCs in CA1 pyramidal neurons are reversibly
depressed by endogenous release of acetylcholine evoked by 5 minutes light stimulation at 2
Hz (F_1). The depression of EPSCs is blocked by application of cholinergic antagonists
atropine (25 µM) and mecamylamine (50 µM) (F_2).

G-H, Acetylcholine release depressed SC and TA pathway evoked EPSCs (G) and increased
paired-pulse ratio (H, PPR).

I, Feedforward disynaptic IPSCs evoked by stimulation of SC and TA pathways are
depressed by light evoked acetylcholine release (I_1). The depression of IPSCs is blocked by
application of cholinergic antagonists atropine and mecamylamine (I_2).

J-K, Effects of acetylcholine release on SC and TA pathway evoked IPSC response (J) and
PPR (K).

Data are mean $\pm$ SEM; Two-tailed paired Student's T-test *** $p < 0.001$ ** $p < 0.01$ * $p <$
0.05; g-h and j-k inter group comparison one-way ANOVA with post hoc Bonferroni
correction.

Figure 2. Cholinergic receptor activation enhances excitatory-inhibitory balance for
temporoammonic synaptic inputs relative to Schaffer collateral inputs.

A, Middle, schematic representation of the experimental approach incorporating
simultaneous recording of excitatory (V_h = -60 mV) and feedforward inhibitory (V_h = 0 mV)
synaptic inputs from Schaffer collateral (SC) and temporoammonic (TA) input pathways to
CA1 pyramidal neuron (bottom). Example traces for EPSCs and IPSCs in response to trains
of 5 stimuli at 10 Hz to SC (green, left) and TA (purple, right) pathways before and after
carbachol (CCh, 10μM) application.

B, Change in paired-pulse ratio (PPR) after CCh application for excitatory and inhibitory
responses to SC (B_1) and TA (B_2) pathway stimulation. PPR is measured compared to the
first response for each response in the train.

C, Comparison of synaptic Excitatory-Inhibitory (E-I) ratio before and after CCh application
measured by charge transfer at Vh = -60 mV and 0 mV for SC (C_1) and TA (C_2) input
pathways.

D, Comparison of synaptic E-I ratio between TA and SC input pathways before and after
CCh application. CCh enhanced the overall relative synaptic charge transfer from TA
pathway.

Data are mean ± SEM; Two tailed Student's paired T-test *** $p < 0.001$ ** $p < 0.01$ * $p <$
0.05.

Figure 3. Cholinergic modulation of inhibitory inputs from distinct feedforward
interneuron populations.

A, Schematic representation of different feedforward interneuron populations engaged by
Schaffer collateral (SC) and temporoammonic (TA) pathways within CA1.

B-C, Disynaptic feedforward IPSCs (B) and distribution of decay kinetics (C) for Schaffer
collateral (SC, green) and temporoammonic (TA, purple) input pathways demonstrating
distinct populations of feedforward interneurons. Quantification of the IPSC tau decay (insert
C).

D, μ-opioid receptor agonist DAMGO (1 μM) depression of disynaptic feedforward IPSCs
from SC and TA pathways.

E, IPSC decay kinetics and sensitivity to DAMGO correlate and distinguish SC from TA
evoked IPSCs.

F, Optogenetic activation of either PV (F_1) or CCK (F_2) interneurons at 10 Hz evoked a train
of IPSCs in CA1 pyramidal neurons. IPSCs from both interneurons are depressed by CCh (10
μM).

G-H. IPSCs from PV interneurons display faster decay kinetics than IPSCs from CCK
interneurons (G) but CCh depressed the IPSC amplitudes of the first responses in the train by
a similar amount (H).

I-J. IPSCs from both PV and CCK interneurons demonstrated frequency-dependent
depression. Frequency-dependent depression was reduced after CCh application for PV (I_1-
J_1) but not CCK (I_2-J_2) evoked IPSCs.

Data are mean ± SEM; Two tailed Student's paired T-test *** $p < 0.001$ ** $p < 0.01$ * $p <$
0.05.

Figure 4. Muscarinic M_3 receptors modulate temporoammonic pathway EPSCs and
disynaptic IPSCs in CA1 pyramidal neurons.

A, Schematic illustrating recording of pharmacologically isolated EPSCs from
temporoammonic (TA) and Schaffer collateral (SC) pathways.

B-C, The dual M_1 and M_4 and muscarinic receptor agonist Compounnd1 (1 µM) depresses
evoked EPSCs (B) and increases paired pulse ratio (PPR) (C) for SC (green) but not TA
(purple) pathway.

D, Schematic illustrating recording of pharmacologically isolated EPSCs from
temporoammonic (TA) pathway.

E, CCh (10 µM) reliably reduced evoked EPSC amplitudes.

F-G, Pharmacology of cholinergic depression of EPSCs. CCh-induced depression (F) is
prevented by application of muscarinic receptor antagonist atropine (Atrp, 10 µM) or M_3
receptor antagonist DAU 5884 (DAU, 1 µM) but not M_1 receptor antagonist Nitrocaramiphen
(NCP, 1 µM) or nicotinic receptor antagonist mecamylamine (MEC, 25 µM) and is not
replicated by M_1 receptor agonist GSK-5 (500 nM). PPR changes reflect conditions of
cholinergic-induced EPSC depression (G).

H-I, Comparison of the effects of CCh on TA pathway-evoked EPSCs in wild type (WT) and
M_3 receptor knockout mice (M_3 KO). EPSC depression (H) and PPR increase (I) by CCh
were reduced in slices from M_3 KOs in comparison to WT.

J, Schematic illustrating recording of disynaptic feedforward IPSCs from pyramidal neurons
at 0 mV in TA pathway.

K, CCh (10 µM) reliably reduced evoked IPSC amplitudes.

L, Pharmacology of cholinergic depression of IPSCs. CCh-induced depression is prevented
by application of muscarinic receptor antagonist atropine or M_3 receptor antagonist DAU
5884 but not M_1 receptor antagonist Nitrocaramiphen or nicotinic receptor antagonist
mecamylamine and is not replicated by M_1 receptor agonist GSK-5.

Data are mean ± SEM; Inter group comparison one-way ANOVA with post hoc Bonferroni
correction. Two tailed unpaired Student's T-test *** $p < 0.001$ ** $p < 0.01$ * $p < 0.05$.

Figure 5. Cholinergic receptor activation enhances CA1 response to temporoammonic
over Schaffer collateral input.

A, Responses in CA1 pyramidal neurons to 10 stimuli at 10 Hz given to Schaffer collateral
(SC, A_1) or temporoammonic (TA, A_2) input pathways. After application of CCh (10 µM),
membrane potential (V_h) is initially held at baseline levels by injection of current ($i \neq 0$) and
then allowed to depolarise ($i=0$).

B, Heat maps depicting spike probability for 10 stimulation pulses from 10 cells for SC (B_1) and TA (B_2) input pathways before and during CCh application.

C, Spike probability and time to first spike for SC (C_1) and TA (C_2) input pathways. Spike probability decreased after CCh application in SC pathway but increased in TA pathway.

Data are mean ± SEM; One-way ANOVA with repeated measures and post hoc Bonferroni correction *** $p < 0.001$ ***$p < 0.01$ * $p < 0.05$.

Figure 6. Cholinergic enhancement of CA1 responses to temporoammonic inputs is mediated by inhibition.

A-B, Inhibition of $GABA_A$ receptors with picrotoxin (50 µM) reduced the underlying hyperpolarising envelope (red) in response to 10 stimuli at 10 Hz (D) and increased spike probability for both SC (green) and TA (purple) input pathways to CA1 pyramidal neurons (E).

C-D, In the presence of $GABA_A$ receptor antagonist, CCh reduced spike probability and increased time to spike in both SC (C_1-D_1) and TA (C_2-D_2) input pathways.

Data are mean ± SEM; One-way ANOVA with repeated measures and post hoc Bonferroni correction ** $p < 0.01$ * $p < 0.05$.

Figure 7. Endogenous acetylcholine release enhances CA1 response to temporoammonic over Schaffer collateral input.

A, Modulation of SC (A_1) and TA (A_2) pathway spike generation by endogenous optogenetically-evoked release of acetylcholine (2 Hz for 5 mins). Raster plots show representative experiments where SC and TA pathway are stimulated alternately with trains of 10 stimuli. Cholinergic receptor antagonists, atropine (25 µM) and mecamylamide (50 µM) prevented modulation of spike generation in SC and TA pathways by endogenous acetylcholine release (A_{3-4}).

B, Time course of spike probability modulation on SC and TA pathway by endogenous release of acetylcholine.

C-D, Quantification of spike probability (C) and time to first spike (D) on SC and TA pathway either on naïve or in the presence of cholinergic antagonists.

Data are mean ± SEM; Inter group comparison one-way ANOVA with post hoc Tukey's correction. Two tailed paired Student's T-test *** $p < 0.001$ * $p < 0.05$.

Figure S1.

A, Independence of SC (green) and TA (purple) pathways was evaluated by the lack of facilitation of the second EPSC response when the alternate pathway was stimulated.

1005 **B**, Feedforward IPSCs from SC and TA pathways were recorded at 0 mV and confirmed to
1006 be disynaptic by sensitivity to NBQX.

1007 **C**, DCG-IV (3 µM) blocked TA pathway but not SC pathway synaptic responses. Application
1008 of AMPA receptor antagonist (NBQX 20 µM) blocked responses in both pathways.

1009 Data are mean ± SEM; Two tailed unpaired Student's T-Test. ***P< 0.005.

1010

Figure S2.

A, Dose-response for CCh depression of EPSCs (A_1) and IPSCs (A_2) for SC (green) and TA
(purple) pathways.

B, Quantification of SC and TA EPSC (B_{1-2}) and IPSC (B_{3-4}) charge transfer for each
response in the train illustrated in Figure 2A before and after CCh (10 µM) application.

C, EPSC (C_1) and IPSC (C_2) reduction by CCh for each of the 5 stimuli for SC (green) and
TA (purple) pathways shown in Figure 2A.

D-E, CCh reduced the depression index for SC (green) but not TA (purple) disynaptic
feedforward IPSCs. Depression index is calculated as the amount of cumulative depression
between the 2nd and 5th responses within the train of 5 responses.

Data are mean ± SEM; A compared via two tailed unpaired Student's T-test and E via one-
way ANOVA with post hoc Bonferroni correction *** $p < 0.001$ ** $p < 0.01$.

1023

Figure S3.

A, ChR2 currents at different holding potentials recorded from a CCK^+ and ChR2 expressing
pyramidal neuron in response to 2ms light pulses in the presence of picrotoxin (50 µM). At
0mV (the reversal potential for ChR2) no ChR2 currents are observed.

B-C, Light evoked GABAergic responses recorded from pyramidal neurons held at 0mV in
the presence of NBQX and DAPV are abolished by picrotoxin (50 µM).

1030

Figure S4.

Structure and in vitro pharmacological profile of Compound1. CHO-K1 cells stably
expressing the human M_1–M_4 and rat M_4 receptors were used to determine the
pharmacological profile of Compound1. [a] Calculated LogP value, LogD was measured at
pH7.4. [b] Compound pEC50 values were measured using phosphor-ERK format (CisBio).
Values reported as <4.7 were considered inactive and did not induce a >10% increase in the
response at the highest concentration tested (30µM). [c] The maximum efficacy (Emax values)
are expressed as a percentage of the response of a saturating concentration of acetylcholine
(1µM) run in the same assay. [d] [3H]-NMS competition binding studies were used to define
the affinity (pKi) for Compounnd1 at the human muscarinic M_2 receptor. [e] number of
replicates. Data are the mean ± S.E.M. Compound1 can be found within WO2015/118342

which relates to the invention of agonists of the muscarinic M_1 receptor and/or M_4 receptor
and which are useful in the treatment of muscarinic M_1/M_4 receptor mediated diseases.

1044

Figure S5.

A, Muscarinic M_1 receptor agonist (GSK-5, 500nM) produced an increase in the frequency of
spontaneus excitatory events recorded from CA1 pyramidal neurons.

B-C, GSK-5 caused a reduction of TA pathway EPSC (B) and an increase of PPR (C) in
slices from M_3 KO mice but not in slices from WT mice.

Data are mean ± SEM; Inter group comparison one-way ANOVA with post hoc Bonferroni
correction. Two tailed paired Student's T-test *** $p < 0.001$ * $p < 0.05$.

Figure 1

Figure 2

Figure 3

Figure 4

Figure 5

Figure 6

Figure 7

Figure S1

A

B

C

Figure S2

Figure S3

Figure S4

Compound 1	

Parameter	Value[b,c]	N[e]
MWt	332.44	
cLogP / LogD[a]	1.4 / 1.7	
hM_1 pEC50 (Emax)	7.5 ± 0.33 (108)	16
hM_2 pEC50 (Emax)	6.3 ± 0.97 (41)	5
hM_3 pEC50 (Emax)	<4.7	3
hM_4 pEC50 (Emax)	8.4 ± 0.25 (112)	16
rM_4 pEC50 (Emax)	7.6 ± 0.14 (59)	5
hM_2 pKi[d]	6.0 ± 0.23	4

Figure S5

A

Baseline

M$_1$ agonist (GSK-5)

10 pA

1 s

EPSC Frequency (Hz)

*** Base GSK-5

B

Baseline   M$_1$ agonist (GSK-5)

M$_3$ KO

WT

25 pA

100 ms

GSK5 EPSC amplitude (normalized)

*** ns *

M$_3$ KO   WT

C

PPR GSK-5 / PPR Base

* ns

M$_3$ KO   WT