

1 **Type II collagen-positive progenitors are major stem cells to control skeleton**
2 **development and vascular formation**

3 Xinhua Li^{1,2,3}, Shuting Yang¹, Dian Jing⁴, Lin Qin⁵, Hu Zhao⁴, Shuying Yang^{1,6,7*}

4

5 ¹Department of Basic and Translational Science, School of Dental Medicine,
6 University of Pennsylvania, Philadelphia, PA 19104, USA.

7 ²Department of Orthopedics, Shanghai General Hospital, Shanghai Jiao Tong
8 University School of Medicine, Shanghai 200080, P. R. China.

9 ³Department of Spinal Surgery, East Hospital, Tongji University, School of Medicine,
10 Shanghai 200120, China.

11 ⁴Department of Restorative Sciences, College of Dentistry, Texas A&M University,
12 Dallas, Texas.

13 ⁵Department of Orthopedic Surgery, Perelman School of Medicine, University of
14 Pennsylvania, Philadelphia, PA 19104, USA

15 ⁶The Penn Center for Musculoskeletal Disorders, School of Medicine, University of
16 Pennsylvania, Philadelphia, PA 19104, USA

17 ⁷Center for Innovation & Precision Dentistry, School of Dental Medicine, School of
18 Engineering and Applied Sciences, University of Pennsylvania

19

20 *Corresponding author: Dr. Shuying Yang, shuyingy@upenn.edu, Department of
21 Basic and Translational Science, School of Dental Medicine, University of
22 Pennsylvania, 240 South 40th Street, Levy 437, Philadelphia, PA 19104-6030, Phone:
23 (215) 898-2685, Fax: (215) 573-2324, Email: shuyingy@upenn.edu

24

25 The authors declare no conflict of interest.

26

27 **Abstract:**

28 Previous studies have revealed that type II collagen positive (Col2+) cells represent a
29 kind of skeleton stem cells (SSC) and their descendants contribute to chondrocytes,
30 osteoblasts, Cxcl12 (chemokine (C-X-C motif) ligand 12)-abundant stromal cells and

1 bone marrow stromal/mesenchymal progenitor cells in postnatal life. To further
2 elucidate the function of Col2⁺ progenitors, we generated mice with ablation of either
3 embryonic or postnatal Col2⁺ cells. Embryonic ablation of Col2⁺ progenitors caused
4 the mouse die at newborn with the absence of all skeleton except partial craniofacial
5 bone, as well as multiple organ development defects and blood vessel loss. Postnatal
6 ablation of Col2⁺ cells causes mouse growth retardation and collagenopathy
7 phenotype. By examining Col2⁺ cells ablated mice, we found that, besides
8 contributing to long bone and vertebral bone development, Col2⁺ cells are also
9 involved in calvaria bone development. Meanwhile, Col2⁺ cells are the major cells to
10 contribute all skeletal development including spine, rib and long bones. Moreover, our
11 functional study provide evidence that intramembranous ossification is involved in
12 craniofacial bone formation and long bone development, but not participates in spine
13 development.

14 By performing lineage tracing experiments in embryonic or postnatal mice, we
15 discovered that the presence of Col2⁺ progenitors not only within the bone marrow
16 and growth plate (GP) but also within articular cartilage. Moreover, the number and
17 differentiation ability of Col2⁺ progenitors were decreased with age in long bone and
18 knee. Furthermore, fate-mapping studies revealed that Col2⁺ progenitors also
19 contributed to CD31⁺ blood vessel endothelial development in calvariae bone, long
20 bone and many organs. Interestingly, we found only 25.4% CD31⁺ blood vessel
21 endothelial in long bone but almost all the CD31⁺ blood vessel endothelial in
22 calvariae bone are differentiated from Col2⁺ cells. Consistently, postnatal Col2⁺ cells
23 differentiated to both chondrocytes and CD31⁺ blood vessel endothelial cells during
24 bone fracture healing. Therefore, this study reveals that Col2⁺ progenitors are the
25 major source of endochondral ossification, and they also contribute to vascular
26 development in multiple organs and fracture repair.

27 **Keywords:**

28 Endochondral ossification, Intramembranous ossification, Skeleton stem cells,
29 Lineage tracing, Type II collagen, Blood vessel

30

1 **Introduction**

2 Multipotent mesenchymal stromal cells (MSCs) have been defined in culture as
3 nonhematopoietic, plastic-adherent and colony-forming cells, which can differentiate
4 into osteogenic, chondrogenic, and adipogenic progeny^{1,2}. Recent studies have
5 provided important insights into skeletal progenitor cells *in vivo* by using lineage
6 tracing techniques³. Leptin receptor positive (Lepr+)^{4,5}, chemokine (C-X-C motif)
7 ligand 12 positive (Cxcl12+)⁶, Gli1+⁷, Prx+⁸, Nestin+⁹, type II collagen-positive
8 (Col2+)^{10,11}, Sox9+¹¹, Aggrecan positive (Acan+)¹¹ and Ctsk+¹² cells have been
9 reported to label MSCs and play important roles during bone development and
10 homeostasis. Among these cells, the promoter/enhancer activities of Col2 were
11 reported to label one of the widest cell populations *in vivo*, encompassing early
12 mesenchymal progenitors that continue to become stromal cells, chondrocytes,
13 osteoblasts and adipocytes^{10,11,13}. Although Col2+ cells were regarded as early
14 mesenchymal progenitors, questions remain regarding the function of Col2+ cells *in*
15 *vivo*, how Col2+ progenitors change with age and what cell lineages Col2+ cells can
16 contribute to.

17 Endochondral and intramembranous ossification are two processes for bone
18 development in humans and mice. The main difference between endochondral
19 ossification and intramembranous ossification is that endochondral ossification forms
20 bone through a cartilage intermediate, while intramembranous ossification directly
21 forms bone on the mesenchyme. It has been well known that most bones in the body
22 are formed through endochondral ossification, and only the bones in the skull and
23 clavicles ossify intramembranously^{14,15}. However, thus far, there is no marker to
24 identify endochondral ossification or intramembranous ossification. Recently,
25 Debnath et al.¹² discovered that Ctsk+ periosteal stem cells mediate intramembranous
26 bone formation during bone development, but they still acquire endochondral bone
27 formation capacity in response to injury. During the development stage, whether
28 intramembranous ossification participates in long bone development and whether
29 endochondral ossification participates in flat bone development are still unclear.

30 Here, to deeply understand the function of Col2+ cells, we generated genetic lineage

1 tracing mouse models with tdTomato transgenic line and the mice with Col2+ cell
2 ablation via diphtheria toxin (DTA) transgenic line. By analyzing these models in the
3 embryonic and postnatal stages with age and determining the function of primary
4 Col2+ cells in vitro, we provided the first evidence that Col2+ progenitors are the
5 major source of endochondral ossification, and they also contribute to vascular
6 development in multiple organs and fracture repair.

7

8 **Results**

9 **Ablation of Col2+ cells causes mouse lethal at newborn with the absence of most** 10 **of bone and cartilage**

11 To generate the mice with the ablation of Col2+ embryonic progenitors, mice bearing
12 a DTA transgene downstream of a floxed stop condon ($DTA^{fl/fl}$) were crossed with
13 mice expressing Col2-cre (mutant mice). Cre- littermates served as the control (wild
14 type mice, WT mice). At embryonic day 17.5 (E17.5), Col2-cre; $DTA^{fl/-}$ embryos can
15 survival and follow Mendelian law (19/80). Interestingly, we found that more than
16 one-quarter of the newborn (16/72) Col2-cre; $DTA^{fl/-}$ mice were alive in the initial
17 minutes or few hours following delivery but soon died because of oxygen
18 insufficiency or severe organ development defects (Figure 1A, Supplementary figure
19 1A). The gross appearance of the Col2-cre; $DTA^{fl/-}$ newborn mice showed severe
20 developmental defects: severely dwarfish with extremely short four limbs and tail,
21 intact but white appearance of the skin, cleft palate and abnormal skull morphology
22 (Supplementary figure 1 B, C). Surprisingly, the eyes did not develop in some Col2-cre;
23 $DTA^{fl/-}$ newborn mice (9/16), indicating that Col2+ cells may contribute to mouse eye
24 development.

25 Skeletal radiograph examination of Col2-cre; $DTA^{fl/-}$ newborns revealed that only
26 parts of the skull, mandible, clavicle bone, and tiny hindlimb and ribs were calcified,
27 and no calcification was found in vertebrate and other bones (Figure 1B). Consistent
28 with the X-ray results, Alizarin red/Alcian blue staining of mutant embryos at E17.5
29 showed the absence of Alcian blue staining throughout the body and only limited
30 Alizarin red staining in the craniofacial bone (Figure 1C). From E17.5 to birth in the

1 mutant mice, no Alcian blue staining positive tissues were detected. However,
2 calcification stained by Alizarin red was detected in parts of the frontal bone, parietal
3 bone, temporal bone, maxillary bone, interparietal bone, and supraoccipital bone in
4 the skull (Figure 1D, F), and almost all of the mandible (Figure 1E). Interestingly,
5 very small pieces of bone in the hindlimb (Figure 1G), parts of the ribs (Figure 1H)
6 and half of the clavicle bone are also Alizarin Red stained positive (Figure 1I).

7 **Ablation of Col2⁺ cells causes the absence of spine and disrupted all skeleton**
8 **derived from endochondral ossification**

9 To shed more light on the function of Col2⁺ progenitors in mice, we performed
10 sagittal sectioning of the cre control (WT) and mutant newborns. In WT newborns, all
11 the bone, cartilage, brain, spine cord and organs were well organized and clearly
12 identified (Figure 2A). However, most bones, including the spine, were lost in mutant
13 mice. Most interestingly, the brain and spine cord were well located in a relatively
14 narrow skull cavity and “spinal canal”, respectively, despite severe bone loss in the
15 skull and complete loss of vertebral bone and intervertebral disc in the mutant mice.
16 However, the morphology of the spinal cord formed a spindle-like structure,
17 indicating the spine or vertebral bone are needed to guide the normal spinal cord
18 morphology.

19 To gain further insights into the changes in each tissue, histological sections of the
20 skeletons from newborns were examined by staining with H&E (Figure 2B,
21 Supplementary figure 1D, E, F) and Von Kossa’s staining (Figure 2C). Consistently,
22 we found that ablation of Col2⁺ cells caused the absence of most parts of skeleton
23 including complete loss of vertebral bone and intervertebral disc, all other body bones
24 except parts of the skull and tiny hindlimb bone left in mutant mice. To determine the
25 defects in finer detail, we evaluated sections of the skull, hindlimbs and spine. In WT
26 newborns, the nasal cavity and intact skull were observed with well calcified bone.
27 However, in mutant newborns, nasal cavity was absent, moreover, only the front of
28 the calcified skull bone could be detected (Figure 2D, E, F), indicating that Col2⁺
29 cells play an important role in skull development. Most interestingly, a small piece of
30 calcified sponge-like bone structure in the hindlimbs of Col2⁺ cell ablated mice could

1 be detected (Figure 2G, H), indicating that besides endochondral ossification,
2 intramembranous ossification may participate in long bone development. Von kossa
3 staining result showed the clear vertebral bone mineralization in WT mice, which was
4 completely absent in mutant mice, suggesting that Col2⁺ cells are the major
5 progenitors contributing to spine bone development (Figure 2I). Most interesting,
6 even though almost all bone and cartilage in mouse body were lost in mutant
7 newborns, the toe and finger numbers and intact patterns are present and correct,
8 suggesting that limb pattern development is independent of Col2⁺ cells in mice
9 (Supplementary figure1B).

10 **Col2⁺ cells are present not only skeleton but also other important organs, and**
11 **ablation of Co2⁺ cells impair those organ development**

12 To test the efficacy of Cre-mediated DTA ablation, we generated Col2-cre; tdTomato
13 and Col2-cre; DTA^{fl/-}; tdTomato mice. Lineage tracing revealed that abundant
14 tdTomato⁺ cells were detected in the spine, limbs, ribs, meninges, skull bone and
15 some cells in internal organs, skin, fat tissues and brain of Col2-cre; tdTomato mice
16 (Figure 3A). However, no tdTomato⁺ cells were detected in mutant mice compared
17 with WT mice. Notably, we found that many cells in WT skull bone are tdTomato⁺,
18 especially in the cartilaginous nasal capsule (Figure 3B), confirming that Col2⁺ cells
19 contribute to skull bone and nasal capsule formation. Consistently, the cartilaginous
20 nasal capsule was completely lost, and the skull was smaller in Col2-cre; DTA^{fl/-};
21 tdTomato newborns than in control newborns. In the lower extremities and spine,
22 most cells were labeled, although articular chondrocytes exhibited a weak signal
23 (Figure 3C, D). In contrast, no tdTomato⁺ cells could be detected in the spine and
24 lower extremities in Col2-cre; DTA^{fl/-}; tdTomato newborns, confirming the
25 effectiveness of the cell ablation.

26 To gain more insight into the contribution of Col2⁺ cells to different organs, we
27 detected the tdTomato⁺ fluorescence signal in the heart, lung, kidney, testes, liver,
28 epididimus, stomach and trachea in 4-week-old Col2-cre; tdTomato mice
29 (Supplementary figure 2). In the heart and liver, less than 1% of the myocardial,
30 epicardial or hepatic tissues were tdTomato⁺. In the trachea, tdTomato⁺ cells were

1 located in cartilage tissues. In lung tissues, most tdTomato+ cells were detected in the
2 region surrounding bronchiole epithelia, and few tdTomato+ cells were found in
3 alveolar cells. Interestingly, approximately 3% of Col2+ cells were only located in the
4 cortex renis in the kidney. In the spleen, many Col2+ cells can be detected, suggesting
5 that Col2+ cells may play a role in spleen development and function. Very
6 interestingly, some Col2+ cells formed loop-like structures in the testes and
7 epididymus, and many tdTomato+ cells were detected in the stomach epithelium.
8 Consistently, in Col2+ cell-ablated newborn mice, the spleen tissues were completely
9 lost, and the heart, lung and stomach were smaller and abnormal compared with the
10 control (Supplementary figure 3A-H). Histological results revealed that the heart
11 ventricle was narrowed, and the myocardium was disorganized (Supplementary figure
12 3A, F). The alveoli were smaller, and most did not have an empty cavity compared
13 with WT mice (Supplementary figure 3B, G). Abnormal kidney morphology can be
14 found in Col2-cre; DTA^{fl/-} mice (Supplementary figure 3C, H). H&E staining showed
15 that the kidney structure was dramatically disrupted without a clear boundary between
16 the cortex renis and the medulla, and the cortex renis was severely defective in mutant
17 mice. These findings demonstrate that Col2+ cells contribute other important organ
18 development besides skeletal development.

19 **Postnatal deletion of Col2+ cells causes mouse growth retardation and a type II** 20 **collagenopathy phenotype**

21 To assess the contribution of postnatal Col2+ cells to mouse skeletal development, we
22 genetically ablated these cells by inducing the expression of DTA postnatally.
23 Specifically, we applied tamoxifen (TM) to either TM-inducible type II collagen Cre
24 (Col2-creERT) or Col2-creERT; DTA^{fl/fl} mice at P3 of age and harvested the mice at 4
25 weeks of age. All Col2-creERT; DTA^{fl/fl} mice developed postnatal dwarfism with
26 shorter limbs and body length (Figure 4A-E). Skeletal radiographs and whole-mount
27 Alizarin red skeletal staining confirmed this observation and showed skeletal defects
28 included epiphyseal dysplasia in the long bone and spine, flattened vertebral bodies,
29 abnormalities of the capital femoral epiphyses and underdevelopment of the femoral
30 head (Figure 4D, E). Representative micro-CT images showed epiphyseal dysplasia

1 and dramatically decreased bone mass in the long bones of mutant mice (Figure 4 F,
2 G). In particular, BV/TV, Tb.N, and Tb.Th were reduced to approximately 0.62-, 0.53-,
3 and 0.5-fold, respectively, whereas Tb.Sp was increased 1.5-fold in Col2-creERT;
4 DTA^{fl/fl} mice compared to those in Col2-creERT controls. Furthermore, Alizarin
5 red/Alcian blue staining revealed a second ossification in the femur without any
6 Alizarin red/Alcian blue positive staining in Col2-creERT; DTA^{fl/fl} mice (Figure 4H).
7 Quantitative analysis showed the lengths of femur bones were significantly reduced
8 from 1.22 cm in WT mice to 0.55 cm in the mutant group, and lengths of tibia bones
9 were significantly reduced to 0.78 cm in the mutant group compare to 1.4 cm in WT
10 mice (Figure 4I).

11 Thus, all these results indicate that postnatal Col2+ cells are important for skeletal
12 development, and ablation of Col2+ cells in mice mimics the human type II
13 collagenopathy phenotype^{16,17} (Figure 4 J, K) caused by the mutations of Col2a1
14 gene^{17,18}, showing short-trunk dwarfism, and skeletal and vertebral deformities.

15 **Postnatal deletion of Col2+ cells disrupts endochondral ossification and cell** 16 **alignment**

17 To gain more insight into the skeletal change, we performed Safranin O/fast green
18 staining of tibia sections from 4-week old Col2-creERT and Col2-creERT; DTA^{fl/fl}
19 mice (TM injected at P3). The results further confirmed the significant decreased bone
20 mass in the tibia and the absence of second ossification centers in Col2-creERT;
21 DTA^{fl/fl} mice (Figure 4L). Higher magnification examination of secondary ossification
22 center and GP in the tibia showed that the GP pattern dramatically disrupted, and
23 disorganized hypertrophic chondrocytes occupied the epiphyses (Figure 4M, N).

24 Immunofluorescence staining examination for type II collagen showed that the
25 collagen II matrix was enriched in articular cartilage and GP chondrocytes in
26 4-week-old WT mice (Figure 4O, P). However, very limited and weaker collagen II
27 positive signaling was detected in epiphytic chondrocytes of Col2-creERT; DTA^{fl/fl}
28 mice, indicating that Col2+ cells are essential for type II collagen production.
29 Moreover, the result from F-actin staining showed that the cell alignment and pattern
30 in GP chondrocytes were dramatically disrupted, and quantitative analysis showed the

1 percentage of cells with intact actin filaments decreased from 100% in WT group to
2 9.2% in mutant mice. These results indicate that type II collagen matrix and Col2+
3 cells plays important roles in cell patterning and GP organization (Figure 4Q, R).

4 **Spatial distribution of embryonic and postnatal Col2+ cells in the mouse long** 5 **bone and knee**

6 To investigate the contribution of embryonic and postnatal Col2+ cells to the skeleton
7 development, we traced the fate of Col2-expressing cells in Col2-cre; tdTomato,
8 which shows Col2+ cells starting from embryonic stage, and in Col2-creERT;
9 tdTomato mice which exhibit Col2+ cells after they were treated with TM at the
10 postnatal selected times, by tracing for different time periods. In our system, Col2+
11 cells from both mouse strains and their descendants were permanently marked by the
12 expression of red fluorescent protein tdTomato.

13 We first examined how embryonic Col2+ cells contribute to skeletal development in
14 Col2-cre; tdTomato mice. In the long bone and knee joint, tdTomato+ cells were
15 found in the articular cartilage (AC), GP, and bone surface, and osteocytes, as well as
16 tendon and meniscus (Figure 5A). Interestingly, the tdTomato+ fluorescence signal is
17 weaker at GP at P0 and P8 but stronger in the trabecular and cortical bone and
18 meniscus. Notably, the tdTomato+ fluorescence is stronger in every compartment of
19 the knee at P14. With aging, the tdTomato+ fluorescence signaling gradually
20 decreased in the trabecular and cortical bone and kept strong in AC and GP.

21 To further examine how postnatal Col2+ cells contribute to long bone and knee
22 development, Col2-creERT; tdTomato mice were intraperitoneally (i.p.) administered
23 with TM at P3 and harvested at P6, P8, P14, P30, P90, P180, and P365. At P6 and P8,
24 tdTomato+ (Col2+) cells were found predominantly in the AC, secondary ossification
25 center, GP, meniscus (Figure 5B). Interestingly, at P14 and P30, the pattern of Col2 +
26 cells in AC, GP and long bone was similar to that in Col2-cre; tdTomato, showing
27 decreased tdTomato+ signaling in AC and GP, but increased signaling in the cortical
28 bone and cancellous bone. At P90 and later time points, tdTomato+ signaling
29 continuously existed and fluorescence intensity gradually decreased in GP and AC.
30 Moreover, tdTomato+ cells significantly decreased and then disappeared in cortical

1 bone and cancellous bone in both Col2-cre; tdTomato and Col2-creERT; tdTomato
2 mice with age.

3 **Numbers and differentiation ability of Col2+ progenitors are decreased with age**

4 To further explore the effect of age on the fate of Col2+ progenitors, Col2-creERT;
5 tdTomato mice were i.p injected with TM at P3, P21, P27, P87, and P362, and
6 sections were analyzed three days after each injection. As shown in Figure 5C,
7 tdTomato+ cells were detected in articular chondrocytes, GP, cortical bone and the
8 meniscus when TM was administered at P3 and detected 3 days later. The number of
9 tdTomato+ cells in mice significantly decreased with age. Approximately 98.1% of
10 GP chondrocytes were tdTomato+ in the mice with TM injection at P3, which
11 decreased to 89.9% when TM was injected at P21 and then to 53%, 32.7%, 23.2%,
12 and 23.2% when TM was injected at P30, P90, P187 and P365, respectively. Similarly,
13 approximately 97.8% of articular chondrocytes were tdTomato+ in the mice that were
14 injected with TM at P3, which decreased to 86.2%, 26.4%, 17.2%, 14.6%, and 9.1%
15 when TM was injected at P21, P30, P90, P187 and P365, respectively (Figure 5C, F).
16 In cortical bone, 26.1% of osteocytes were tdTomato+ in the mice with TM injection
17 at P3, which decreased to 23.7%, 22.1%, 21.1%, 11.1%, and 5% when TM was
18 injected at P21, P30, P90, P187 and P365, respectively. In the meniscus, 38.1% of
19 cells were tdTomato+ in the mice that were injected with TM at P3, which decreased
20 to 31.1%, 7.8%, and 6.9% when TM was injected at P21, P30, and P90, respectively,
21 while only a few positive cells were detected when TM was injected at P187 or P365.
22 The results demonstrated that the numbers of Col2+ progenitors are decreased with
23 age.

24 To determine how age affects the number and differentiation ability of Col2+ cells,
25 we compared the number of tdTomato+ cells in the knee at P90 when Col2+ cells
26 were activated at the embryonic stage in Col2-cre; tdTomato mice or at P3, P30, P60,
27 and P88 with TM injection in Col2-creERT; tdTomato mice (Figure 5D). The number
28 of tdTomato+ cells gradually decreased from the embryonic stage, P3, P30, P60 to
29 P88. Specifically, at P90, 98.5% of GP chondrocytes were tdTomato+ when Col2+
30 was activated at the embryonic stage, however, those cells decreased to 98.2%, 55.4%,

1 47.1%, and 37.2% in Col2-creERT; tdTomato mice when TM was injected at P3, P30,
2 P60 and P87, respectively (Figure 5D, G). Similarly, approximately 98.4% of articular
3 chondrocytes were tdTomato+ when Col2+ was activated at the embryonic stage,
4 which decreased to 97.9%, 38.7%, 20.1%, and 17.2% when TM was injected at P3,
5 P30, P60 and, and to 17.2% at P87, respectively. In cortical bone, 97.6% of cells were
6 tdTomato+ when Col2+ was activated at the embryonic stage, which decreased to
7 53.5%, 31.2%, 29.8%, and 21.1% when TM was injected at P3, P30, P60 and P87,
8 respectively. In the meniscus, 98.8% of cells were tdTomato+ when Col2+ was
9 activated at the embryonic stage, which decreased to 8.1%, 10.4%, 8.4%, and 6.9%
10 when TM was injected at P3, P30, P60 and P87, respectively. These results suggest
11 that the numbers and differentiation ability of Col2+ cells decrease during the aging
12 process.

13 To further confirm the differentiation ability of Col2+ progenitors decreased with age,
14 we compared the tdTomato+ cells in the knee during 1 month of tracing when Col2+
15 cells were activated at the embryonic stage, P3 and P60 (Figure 5E). Approximately
16 98.4% of articular chondrocytes were tdTomato+ when Col2+ was activated at the
17 embryonic stage, which decreased to 97.9% and 38.7% when TM was injected at P3
18 and P60, respectively (Figure 5E, H). Similarly, 98.5% of GP chondrocytes were
19 tdTomato+ when Col2+ was activated at the embryonic stage, which decreased to
20 98.2% and 55.4% when TM was injected at P3 and P60, respectively. In cortical bone,
21 97.6% of cells were tdTomato+ when Col2+ was activated at the embryonic stage,
22 which decreased to 53.5% and 31.2% when TM was injected at P3 and P60,
23 respectively. In the meniscus, 98.8% of cells were tdTomato+ when Col2+ was
24 activated at the embryonic stage, which decreased to 8.1% and 1.3% when TM was
25 injected at P3 and P60, respectively. These results further confirmed that the
26 differentiation ability of Col2+ progenitors decreased with age.

27 Besides these, by comparing the type II collagen expression between embryonic and
28 postnatal Col2+ cells, we found that the expression pattern of type II collagen was
29 similar to the pattern of Col2+ cells at P6 in Col2-creERT; tdTomato mice with TM
30 injection at P3. However, type II collagen expression was completely different to the

1 patterns of Col2⁺ cells at P30, P180 and P365 in Col2-cre; tdTomato mice or
2 Col2-creERT; tdTomato mice with i.p. TM injection at P27, P177 or P362
3 (Supplementary figure 4A-D). These result thus further indicated that Col2⁺ cells
4 gradually decreased with age.

5 **Col2⁺ progenitors contribute to blood vessel formation in multiple organs**

6 Consistent with previous studies¹¹, we also found that Col2⁺ cells (tdTomato⁺) were
7 present in GP, AC and bone in 4-week-old Col2-cre; tdTomato mice (Figure 6A).
8 Surprisingly, we found that some CD31⁺ cells in blood vessels of some organs or
9 tissues were also labeled with tdTomato⁺ signaling, including long bone and skull
10 bone (Figure 6B, C, D, E, F). In the long bone's bone marrow of 4-week-old Col2-cre;
11 tdTomato mice, approximately 25.4% of CD31⁺ cells were Col2⁺ (Figure 6 B, C),
12 while almost all the CD31⁺ cells were Col2⁺ in skull bone. Additionally, we found
13 almost all the CD31⁺ blood vessels cells in the brain, eyeball, heart, skin and skull
14 bone were Col2⁺ (Figure 6D, Supplementary figure 5A-D), whereas, none CD31⁺
15 cells are Col2⁺ in kidney vasculature during development. Consistently, we found
16 ablation of Col2⁺ cells led to dramatically decrease of CD31⁺ blood vessel
17 endothelial cells in the skull bone and eyes of Col2-cre; DTA^{fl/fl}; tdTomato mice
18 (Supplementary figure 5E, F). Thus, we found for the first time that Col2⁺ progenitor
19 cells can differentiate into CD31⁺ cells and blood vessel formation in multiple tissues
20 and organs. The different contributions of Col2⁺ cells to blood vessels in long bone
21 and skull bone revealed that the cell origin of blood vessels in long bone and skull
22 bone may differ.

23 **Col2⁺ cells in GP and AC display stem cell properties**

24 Our results showed that Col2⁺ cells are located in AC, bone marrow cells (BMMs)
25 and GP, and ablation of Col2⁺ cells completely disrupt skeletal development except
26 craniofacial development. To determine whether Col2⁺ cells have stem cell properties,
27 we first performed CFU-F activity assay. BMMs, GP chondrocytes and articular
28 chondrocytes were isolated from 4-week-old Col2-cre; tdTomato mice, and then
29 Col2⁺ cells were sorted out as shown in Figure 6G. Quantitation of Tomato⁺ CFU-F
30 colonies revealed that Col2⁺ cells from BMMs, GP chondrocytes and articular

1 chondrocytes can form CFU-F colonies (Figure 6G).
2 To further assess whether those Col2⁺ cells have multiple lineage differentiation
3 capability, Col2⁺ cells from BMMs, GP and AC were respectively induced with
4 osteogenic, chondrogenic and adipogenic media for indicated time. Interestingly, we
5 found that Col2⁺ cells sorted from BMMs can differentiate into osteoblasts,
6 chondrocytes and adipocytes, however, Col2⁺ cells from GP and AC can only
7 differentiate into osteoblasts and chondrocytes, and cannot differentiate into
8 adipocytes (Figure 6H-K), suggesting that Col2⁺ cells from BMMs are likely earlier
9 stage of mesenchymal stem cells (MSCs), while a large population of Col2⁺ cells
10 from GP and AC are later stages of MSCs. Most interestingly, quantitative analysis
11 showed that Col2⁺ cells from GP have much stronger osteogenic and chondrogenic
12 differentiation potential than Col2⁺ cells from articular chondrocytes and BMMs
13 (Figure 6 H, L). It was reported that both blood vessel endothelial and blood cells are
14 differentiated from hemangioblasts of mesodermal cells¹⁴. To identify whether Col2⁺
15 cells in bone marrow contribute to osteoclast formation, BMMs from Col2-cre;
16 tdTomato mice were induced with RANKL/M-CSF. As shown in Supplementary
17 Figure 6, tdTomato fluorescence was not present in osteoclasts. Moreover, TRAP
18 staining for osteoclastogenesis assay confirmed that Col2⁺ cells cannot differentiate
19 into osteoclasts.

20 **Col2 negative cells from calvaria bone shows strong unipotent osteogenic** 21 **potential**

22 According to the lineage tracing results in Figure 3C, both Col2⁺ cells and Col2⁻ cells
23 are present in calvarial bone. To further test whether Col2⁻ cells also have the
24 differentiation potential, POB (primary osteoblasts) were isolated from the calvaria of
25 Col2-cre; tdTomato (control) and Col2-cre; DTA^{fl/-}; tdTomato newborns. We found
26 that approximately 50% of cells were Col2⁺ in the control group, but few Col2⁺ cells
27 were detected in the Col2-cre; DTA^{fl/-}; tdTomato group, confirming the effectiveness
28 of the Col2⁺ cell ablation (Figure 7A). Moreover, we found that the cells from control
29 calvarial bone can differentiate into tri-lineage including osteoblasts, chondrocytes
30 and adipocytes. Very interestingly, Col2⁻ cells cannot differentiate into chondrocytes

1 and adipocytes, but have much strong potential to differentiate into osteoblasts
2 compared to the control cells (Figure 7B). Additionally, the wound healing assay
3 showed that Col2- cells have stronger cell migration ability than the control cells
4 (Figure 7C, D).

5 **Col2+ progenitors contribute to chondrocyte differentiation and blood vessel** 6 **formation during fracture healing**

7 To test whether Col2+ cells contribute to chondrocyte differentiation and blood vessel
8 formation at postnatal stages, we created a closed femoral fracture with
9 intramedullary nail fixation model in 10-week-old mice as described¹⁹ to observe
10 fracture healing. We first induced tdTomato expression in Col2+ cells in Col2-creERT;
11 tdTomato mice with TM injection at P3 and then subjected the mice to fracture at 10
12 weeks of age before harvesting tissues after 2 weeks for fracture healing. In the
13 non-injured mice, the contralateral nonfractured femur exhibited prominent tdTomato
14 expression in the AC and metaphysis but little signal in bone marrow (Figure 8A).
15 However, strong tdTomato expression was detected throughout the fracture callus,
16 including both bony and cartilaginous regions. Immunofluorescent staining for CD31
17 and Col2a1 showed that 95.5% CD31+ and 43% Col2a1+ cells overlapped with
18 Col2+ cells in the callus area of Col2-creERT; tdTomato mice (Figure 8B, C).
19 Additionally, X-ray result showed that ablation of Col2+ cells blocks fracture healing
20 in Col2-creERT; DTA^{f/f} mice compared to Col2-creERT (Supplementary Figure7).
21 These results indicate that Col2+ cells play an important role during fracture healing.

22 **Discussion**

23 Previous study from Ono et al¹¹ made significant contribution demonstrating that
24 Col2+ cells provides early mesenchymal progenitors to contribute to multiple
25 mesenchymal lineages and continued to provide descendants for regulating the bone
26 growth. This study for the first time further revealed that ablation of Col2+ embryonic
27 progenitors cause mouse lethality at newborn due to dyspnea and absence of skeleton.
28 Additionally, this study provided the evidence that Col2+ cells contributes other
29 important organs' development including spleen, kidney, heart, et al. Moreover,
30 different from previous concept, we found that both intramembranous and

1 endochondral ossification contribute to long bone and flat bone development.
2 Through genetic lineage tracing, we found that Col2⁺ cells have multilineage
3 differentiation potential including osteoblasts, chondrocytes, adipocytes and CD31⁺
4 blood vessel endothelial cells. Col2⁺ cells significantly participate in blood vessel
5 formation in several organs including calvaria bone, brain, heart and skin. Postnatal
6 Col2⁺ progenitors are not only located in bone marrow and GP but also in AC.
7 Additionally, the numbers and differentiation ability of those Col2⁺ progenitors
8 decrease during aging.

9 It remains an ongoing debate as to whether bone ossifies endochondrally or
10 intramembranously in mice²⁰⁻²³. In craniofacial bones, it has been reported that bones
11 of the cranial base and caudal cranial vault ossify endochondrally, while facial
12 skeleton and rostral cranial vault ossify intramembranously^{14,22,23}. Consistently, we
13 found that intramembranous ossification exists in most craniofacial bones and in part
14 of the clavicle. However, different from previous reports^{14,24,25}, we found that both
15 intramembranous and endochondral ossification can occur during craniofacial bone
16 development, including the mandible, premaxilla, parietal, frontal, jugal, palatine and
17 temporal bones and clavicle. For example, clavicle was categorized to
18 intramembranous bone which ossify directly from preosteogenic condensations of
19 multipotent mesenchymal cells. However, we found that ablation of Col2⁺ cells also
20 impaired development of both lateral and medial end of the clavicles, suggesting that
21 both intramembranous and endochondral ossification occur during clavicle
22 development. Besides, the ribs were previously reported to ossify endochondrally¹⁴.
23 However, we found that ablation of Col2⁺ cells did not completely disrupt rib
24 formation with a small piece of ribs existed suggesting that ribs ossified both
25 intramembranously and endochondrally. It is well known that long bones, such as the
26 femur and the tibia, ossify endochondrally during embryonic limb development. The
27 existence of bone consisting of Col2⁻ cells in the hindlimbs of Col2-cre; DTA^{fl/-} mice
28 suggested that long bone ossifies both intramembranously and endochondrally during
29 development. Thus, this study provides the first evidence that intramembranous
30 ossification occurs during long bone development, although its function in long bone

1 development needs to be further investigated in the future. The vertebral bone and
2 long bone were previously thought to undergo similar endochondral ossification
3 processes^{15,26}. However, the complete loss of the spine in Col2-cre; DTA^{fl/-} mice
4 suggests that vertebral bone ossifies purely endochondrally and Col2+ cells are major
5 stem cells to drive vertebral development.

6 Through the genetic lineage tracing studies, we found that embryonic Col2+ cells can
7 contribute to most cells in AC, GP, trabecular or cortical bone, tendons, and ligaments
8 as well as some cells in the brain, eye, heart, testicle, epididymis, lung, livers, spleen
9 and kidney. Consistently, ablation of Col2+ cells at embryonic stage in Col2-cre;
10 DTA^{fl/-} mice caused that the mice die at newborn with pale skin, dyspnea, the absence
11 of skeleton and decreased blood vessels, and the severe developmental defects in the
12 heart, kidney²⁷. Previous fundamental study has shown that Col2+ cells provide early
13 mesenchymal progenitors in growing bones^{10,11}. Consistently, we also found that
14 Col2+ cells have potential to generate many cell lineages, including chondrocytes,
15 osteoblasts, stromal cells and adipocytes. Furthermore, this study provides new
16 evidence that Col2+ cells also contribute fetal organ development including heart,
17 kidneys and blood vessels.

18 SSCs is a type of somatic stem cell which dedicates to bones. SSCs are considered to
19 play important roles in the development, homeostasis, and regeneration of bone
20 tissues²⁸. They are generally defined as self-renewing cells with the “trilineage”
21 potential to differentiate into chondrocytes, osteoblasts and adipocytes. To date, there
22 are three types of SSCs depending on their location: bone marrow-derived SSCs, GP
23 SSCs (a cartilaginous structure separating the primary and secondary ossification
24 centers in growing bones) and perichondrial/periosteal SSCs (the connective tissue
25 surrounding bone)^{3,18}. Previous studies have revealed that Col2+ cells in bone marrow,
26 GP and perichondrial/periosteal behave as SSCs^{3,29}. Here, we reported, for the first
27 time, that AC also houses a class of Col2+ progenitors. Interestingly, we found that
28 Col2+ cells in AC are similar to Pthrp+ cells³⁰ and Col2+ cells^{3,31} in GP, and few can
29 differentiate into adipocytes *in vitro*. Most interestingly, Col2+ in GP has a stronger
30 osteogenic and chondrogenic differentiation ability than that in articular chondrocytes

1 and BMSCs. The application of Col2+ GP cells, instead of BMSCs, to treat bone
2 defects could be a promising new strategy in the future.

3 It was reported that the numbers of pthrp1+ columns in the GP gradually decreased
4 with aging³⁰. Consistently to this study, we found that Col2+ cells in articular
5 chondrocytes decreased in age dependent manner³². Specifically, the decrease of
6 Col2+ progenitors does not occur at a constant rate with aging; rather, Col2+
7 progenitors decrease rapidly during 2-3 weeks of age and more slowly at later stages.
8 The drastic lessening of Col2+ cells between 2-3 weeks of age suggests that genetic
9 changes or the activation/deactivation of hormones/growth factors occurs during this
10 stage. Comparing the gene expression changes of cells between 2 and 3 weeks to
11 earlier stage could provide informative mechanisms contributing to bone and cartilage
12 regeneration and repair, and age-related osteoarthritis.

13 Blood vessels are made up of several different cell types. The inner layer of blood
14 vessels is composed of endothelial cells (ECs), which are covered on the outer,
15 abluminal surface by perivascular (or mural) cells³³. Angiogenesis requires extensive
16 coordination between the different vascular cell types to ensure that new vessels are
17 fully functional and stable. Increasing evidence indicates that blood vessels form and
18 become specialized in an organ-specific fashion, controlled by local
19 microenvironmental signals and leading to specific molecular signatures in ECs³⁴. By
20 lineage tracing of Sox10+ cells, Wang et al³⁴ first found that Sox10+ cells only
21 contribute to small numbers of blood vessels in the lung, spleen and kidney and have
22 no contribution to liver vasculature during normal development. Consistently, our
23 result showed that Col2+ cells contribute to CD31+ blood vessel differently in
24 different organs or tissues. Notably, all Col2+ cells were CD31+ in blood vessels of
25 the brain, eyeball, heart, skin and skull bone (Figure 8D, Supplementary figure 5A-D).
26 However, approximately 25.4% of CD31+ were Col2+ cells in the long bone, while
27 no CD31+ cells were Col2+ in kidney vasculature during development.

28 Bone development during endochondral and intramembranous ossification is tightly
29 coupled with blood vessel branching and growth (angiogenesis), indicating that
30 variations in angiogenesis may be a plausible basis for variations in osteogenesis.

1 However, the cellular resources of blood vessels during bone development remain
2 unclear^{26,33,35}. Previously studies suggested that blood vessels can form via two
3 processes. In early embryogenesis, mesodermal cells differentiate into hemangioblasts
4 (the progenitors of ECs and blood cells), which migrate to specific locations and
5 aggregate to form the first primitive vessels in a process termed vasculogenesis³⁶.
6 Subsequently, new blood vessels arise by the process of angiogenesis-the expansion
7 of existing vascular networks through a series of processes such as EC sprouting,
8 migration, proliferation, vessel anastomosis and pruning³⁷. Our findings revealed, for
9 the first time, that blood vessels also originate from Col2+ progenitors. Moreover, our
10 *invitro* osteoclasto-genesis assay by culturing the sorting Col2+ cell and Col2- cells
11 from bone marrow further confirm Col2+ progenitor cannot differentiate to
12 osteoclasts, suggesting that the blood vessel forming cells and blood cells in bone
13 marrow originated from different cell lineage.

14 The critical role of angiogenesis during endochondral and intramembranous
15 ossification has been well recognized¹⁴. Although similarities exist between calvarial
16 and long bone osteogenesis in vascular invasion into surrounding avascular loose
17 mesenchyme and the association of invading vessels with mineralization, fundamental
18 difference in the osteogenesis of endochondral and intramembranous bones hints the
19 hypothetical differences in angiogenesis in the two types of bone formation³³. In
20 agreement with this theory, our result showed that almost all of Col2+ cells
21 contributes to calvaria bone, however, parts of Col2+ cells contribute to long bone
22 blood vessel, suggesting the difference in cell origins in the development of blood
23 vessels during the two types of bone development. Interestingly, although our results
24 suggest lower numbers of Col2+ blood vessels in long bone during normal
25 development than those in skull bone, the number of Col2+ blood vessels increases
26 upon cell expansion following fracture, which is consistent with a previous report on
27 Sox10+ cells³⁴.

28 Osteoblasts are the cells responsible for new bone formation during skeletal
29 development, remodeling, and repair. To date, much progress has been made in
30 defining the molecular and cellular properties of the osteoblast phenotype through

1 characterization of primary calvarial-derived osteoblast cultures from chicks, rats, and
2 mice^{24,38}. We report that Col2⁺ cells were present in calvarial-derived cells when we
3 isolated POBs from mouse calvaria according to a previously described protocol³⁹.
4 Interestingly, calvarial-derived cells from Col2-cre control mice can differentiate into
5 osteoblasts, chondrocytes, and adipocytes. However, Col2⁻ cells from Col2-cre;
6 DTA^{fl/-} mouse calvaria can only differentiate into osteoblasts. This result suggested
7 that Col2⁺ cells in the calvaria might be progenitor cells with multipotent
8 differentiation ability. Although great efforts have been made to identify the difference
9 between intramembranous and endochondral ossification, intramembranous
10 osteoblasts have not been successfully isolated from bone¹⁵. In our study, by
11 comparing Col2⁻ intramembranous osteoblasts from Col2-cre;DTA^{fl/-} and Col2⁺
12 endochondral osteoblasts from Col2-cre mice, we found that intramembranous
13 osteoblasts have stronger osteogenic ability than endochondral osteoblasts. Further
14 experiments are required to establish the relationship between Col2⁻ and Col2⁺
15 osteoblasts in the future.

16 In summary, our study, for the first time, revealed that both endochondral and
17 intramembranous ossification are involved in most calvarial flat bone and long bone
18 development. Col2⁺ cells are major progenitors to contribute to skeletal development
19 and CD31⁺ blood vessel endothelial development in many organs, including calvariae
20 bone, long bone development and fracture repair. Number and differentiation ability
21 of Col2⁺ progenitors decrease during aging in mice. Identifying new Col2⁺ and/or
22 Col2⁻ progenitors from GP, AC and calvaria bone provide new promising therapeutic
23 strategies for bone regeneration and repair as well as treatment of bone and cartilage
24 diseases.

25 **Method and materials**

26 **Mice**

27 All procedures regarding mouse housing, breeding, and collection of animal tissues
28 were performed as per approved protocols by the Institutional Animal Care and Use
29 Committee (IACUC) of the University of Pennsylvania, in accordance with the
30 IACUC's relevant guidelines and regulations. All animals were of the C57BL strain,

1 and all mice were housed in specific pathogen-free conditions. Col2-cre⁴⁰,
2 Col2-creERT⁴¹, R26-tdTomato⁴², and DTA^{fl/fl}⁴³ mice were obtained from Jackson
3 Laboratory (Bar Harbor, ME, USA). Col2-cre; DTA^{fl/-} and Col2-creERT; DTA^{fl/fl} mice
4 were generated by breeding DTA^{fl/fl} mice with Col2-cre or Col2-creERT mice.
5 Col2-creERT; DTA^{fl/fl} were injected with TM at the indicated time points to induce
6 the postnatal deletion of Col2+ cells. To monitor the topography of Col2-cre and
7 Col2-creERT function, we crossed Col2-creERT and Col2-cre mice with
8 R26-tdTomato reporter mice and analyzed the tdTomato labeled patterns in long bone,
9 cartilage, and knee joint at different time points. Mice were euthanized by overdosage
10 of carbon dioxide. TM (T5648, Sigma) solution preparation and administration were
11 performed as previously described⁴⁴. Briefly, TM was first dissolved in 100% ethanol
12 (100 mg/mL) and then diluted with sterile corn oil to a final concentration of 10
13 mg/ml. The TM-oil mixture was stored at 4 °C until use. Mice in both the control and
14 experimental groups were administered the same dose of TM (75 mg/kg body weight)
15 according to the time points defined in the experimental protocol.

16 **Histology**

17 Samples were dissected under a stereo microscope to remove soft tissues, fixed in 4%
18 paraformaldehyde for overnight at 4 °C, and then decalcified in 10%
19 ethylenediaminetetraacetic acid (EDTA) for 14 days at 4 °C. Decalcified samples
20 were cryoprotected in 30% sucrose/PBS solutions and then in 30% sucrose/PBS:OCT
21 (1:1) solutions overnight at 4 °C. Samples were then embedded in an OCT compound
22 (4583, Sakura) under a stereo microscope and transferred to a sheet of dry ice to
23 solidify the compound. Embedded samples were cryosectioned at 6µm using a
24 cryostat (CM1850, Leica).

25 **Safranin O/fast green staining**

26 Mouse tibia were sectioned and stained with Safranin O/fast green staining to
27 visualize cartilage and assess proteoglycan content, as described previously⁴⁵.
28 Samples on slides were stained with Weigert's iron hematoxylin and fast green and
29 then stained with 0.1% Safranin O solution.

30 **Alizarin red/Alcian blue staining**

1 Alizarin red/Alcian blue staining was used to stain the whole skeleton as reported
2 previously⁴⁴. Briefly, the skeletons of newborn mice (n=3) were fixed with 90%
3 ethanol and then stained with 0.01% Alcian blue solution (26385-01, Electron
4 Microscopy Sciences) and 1% Alizarin red S solution (A47503, Thomas Scientific).
5 Stained skeletons were stored in glycerol.

6 **Von Kossa staining**

7 Von Kossa staining was performed with 1% silver nitrate solution (LC227501, Fisher
8 Scientific) in a glass coplin jar placed under ultraviolet light for 20-30 minutes⁴⁶.
9 Unreacted silver was washed with 5% sodium thiosulfate (01525, Chem-Impex). The
10 slides were dehydrated with graded alcohols and mounted with permanent mounting
11 medium.

12 **Immunofluorescence microscopy**

13 Tibia sections with a thickness of 6 μm were gently rinsed with PBS and incubated
14 with proteinase K (20 $\mu\text{g}/\text{mL}$, D3001-2-5, Zymo Research) for 10 min at room
15 temperature. Subsequently, sections were blocked in 5% normal serum (10000 C,
16 Thermo Fisher Scientific) in PBS-T (0.4% Triton X-100 in PBS) or incubated with
17 antibodies against type II collagen (1:100, ab34712, Abcam) and CD31 antibody
18 (1:100, sc-81158, Santa Cruz Biotechnology) in blocking buffer at 4 °C overnight.
19 Tissue sections were washed 3 times with PBS and then incubated respectively with
20 the secondary antibody of Alexa Fluor 488-conjugated anti-rabbit (1:200, A11008,
21 Invitrogen) and Alexa Fluor 647-conjugated anti-mouse (1:200, A-21236, Invitrogen)
22 antibodies for 1 hr at room temperature. Coverslips were mounted with Fluoroshield
23 (F6057, Sigma-Aldrich).

24 To quantify the percentage of tdTomato+ cells, multiple fields of Z-stacked pictures
25 were randomly captured. At least 30 images were measured. The percentage of
26 tdTomato+ cells was calculated from the ratio of tdTomato+ cells to total cells
27 observed in each compartment and each sample (five sections were collected for each
28 sample). Six mice were evaluated in each group. Assessments were independently
29 performed by two authors who were blinded to the groups. The average percentage of
30 tdTomato+ cells in each sample was pooled and calculated by two authors. The

1 average tdTomato+ percentage in each group from six mice was pooled and
2 calculated.

3 **PEGASOS passive immersion and blood vessel staining**

4 PEGASOS passive immersion and blood vessel staining approaches were performed
5 to stain the blood vessel as reported previously.⁴⁷ Briefly, before transcardiac
6 perfusion, mice were anesthetized with an intraperitoneal injection of a combination
7 of xylazine and ketamine anesthetics (xylazine 10-12.5 mg/kg; ketamine, 80-100
8 mg/kg body weight). Then, 50 ml ice-cold heparin PBS (10 U/ml heparin sodium in
9 0.01 M PBS) was injected transcardially to wash out the blood. Finally, 50 ml 4%
10 paraformaldehyde (PFA) in 0.01 M PBS (pH 7.4) was infused transcardially for
11 fixation.

12 For clearing the calvarial bones, samples were fixed in 4% PFA at room temperature
13 for 12 h, and then, were immersed in 0.5M EDTA (pH 7.0) at 37 °C in a shaker for 2
14 days. Next, samples were decolorized with the Quadrol decolorization solution for 1
15 day at 37 °C in a shaker. Then transfer samples into 1.5ml Eppendorf tubes containing
16 blocking solution composed of 10% dimethyl sulfoxide, 0.5% IgePal630 and 1X
17 casein buffer in 1ml 0.01M PBS for blocking overnight at room temperature. After
18 blocking, stain samples with CD-31 primary antibodies in blocking solution for three
19 days at 4°C on a shaker. Wash samples at least three times with PBS at room
20 temperature for one day. Put samples into freshly prepared secondary antibodies
21 diluted with blocking solution for another three days at 4°C on a shaker. Wash the
22 samples again for half a day. Samples were then placed in 30%, 50%, 70% gradient
23 tB delipidation solutions for 4 hours each and then tB-PEG for 2 days for dehydration.
24 Samples were immersed in BB-PEG medium at 37 °C for half a day for clearing.
25 Images were acquired by Sp8 confocal microscope (Leica) with the lens of 25X. 3-D
26 reconstruction images were generated using Imaris 9.0 (Bitplane). Stack images were
27 generated using the “volume rendering” function. Optical slices were obtained using
28 the “orthoslicer” function. 3-D images were generated using the “snapshot” function.

29 **Micro-CT analysis**

30 Quantitative analysis of the gross bone morphology and microarchitecture was

1 performed by Micro-CT (Micro-CT 35, Scanco Medical AG, Brüttisellen, Switzerland)
2 at Penn Center for Musculoskeletal Disorders (PCMD), University of Pennsylvania.
3 Briefly, the femurs from 4-week-old Col2-creERT and Col2-creERT; DTA^{fl/fl} mice
4 were fixed, scanned and reconstituted as three-dimensional images. The
5 cross-sectional scans were analyzed to evaluate the changes in the femur. The ROIs
6 were then compiled into 3D data sets using a Gaussian filter (sigma=1.2, support=2)
7 to reduce noise and were converted to binary images with a fixed grayscale threshold
8 of 316. The trabecular bone architecture was assessed between the distal femoral
9 metaphysis and midshaft. Two hundred (200) slices (2 mm) above the highest point of
10 the growth plate were contoured for trabecular bone analysis of the bone volume
11 fraction (BV·TV⁻¹), trabecular thickness (Tb. Th), trabecular number (Tb.N),
12 trabecular separation (Tb. Sp).

13 **Cell culture**

14 Primary osteoblasts (POBs) will isolated from newborn cavarria bone. Briefly, calvaria
15 bones were dissected from newborns, subjected to sequential collagenase type II (2
16 mg/ml) (17101015, Gibco) and trypsin (SH3004202, GE Healthcare) digestion for 30
17 min and cut into tiny pieces. The minced bones were treated with collagenase type II
18 and trypsin again before being plated in tissue culture dishes. POBs that migrated
19 from the bone pieces were passaged and used for the further studies.

20 Bone marrow stem cells (BMSCs) were isolated as previously described³⁹. Briefly,
21 femurs and tibias were dissected from 4-week old Col2-cre; tdTomato mice. The
22 bones were cut on both ends with sterile blades (22079690, Fisher Scientific). The
23 bone marrow was flushed with complete α -MEM using 23-gauge needle syringes. The
24 cells were then transferred for flow cytometry sorting and cell culture.

25 GP chondrocytes was isolated as previously described³⁰. Briefly, distal epiphyses of
26 femurs from 4-week old Col2-cre; tdTomato were manually dislodged and attached
27 soft tissues and woven bones were carefully removed. Dissected epiphyses were
28 incubated in 3 ml Hank's balanced salt solution (HBSS, H6648, Sigma) at 37 °C for
29 60 min on a shaking incubator. AC and secondary ossification centers were
30 subsequently removed. Dissected GPs were minced using a disposable scalpel

1 (22079690, Fisher Scientific) and further incubated with Liberase TM at 37 °C for 60
2 min on a shaking incubator. Cells were mechanically triturated using an 18-gauge
3 needle and a 1 ml Luer-Lok syringe and filtered through a 70 µm cell strainer into a
4 50 ml tube on ice to obtain a single-cell suspension. Cells were pelleted and
5 resuspended in appropriate medium for subsequent purposes.

6 AC chondrocytes was isolated as previously described¹⁹. Briefly, 4-week old Col2-cre;
7 tdTomato mice were euthanized at postnatal day 28 (P28). The AC from the femoral
8 heads was isolated by first thoroughly removing the soft tissue and bone, followed by
9 incubation with collagenase type IV (LS004188, Worthington Biochemical Corp) (3
10 mg/mL) for 45 min at 37 °C. Cartilage pieces were obtained and incubated in 0.5
11 mg/mL collagenase type IV solutions overnight at 37 °C. Cells were then filtered
12 through a 40 µm cell strainer, collected and obtained a single-cell suspension. Cells
13 were pelleted and resuspended in appropriate medium for subsequent purposes.

14 **Flow cytometry**

15 Cells were resuspended in 100 ml of cell staining buffer (420201, Biolegend), and
16 incubated with anti-CD16/32 antibody for 20 minutes on ice for blocking Fc receptors,
17 followed by staining with fluorochrome-conjugated or isotype control antibodies on
18 ice for 20 minutes. To identify MSCs, the cells were incubated with anti-CD31-APC
19 (102419, Biolegend, 1:100) antibody, and then stained with biotin-conjugated
20 antibodies. After washing with staining medium, the cells were incubated with
21 streptavidin-brilliant violet 421 TM (Biolegend, 1:500). Flow cytometry analysis was
22 performed using a five-laser BD LSR Fortessa (Ex. 405/488/561/640 nm) and
23 FACSDiva software. Acquired raw data were further analyzed using FlowJo software
24 (Tree Star). Representative plots of at least three independent biological samples are
25 shown in the figure.

26 **CFU-F assay and *in vitro* differentiation**

27 The following procedures were modified from a previous report¹⁰. For CFU-F assays,
28 freshly prepared unfractionated bone marrow single-cell suspensions were plated at a
29 density of $\sim 10^4$ cells/cm² (0.21 ml of culture medium) in 100-mm dishes in DMEM
30 supplemented with 20% FBS qualified, 10 M Y-27632 (TOCRIS) and 1%

1 penicillin/streptomycin. For CFU-F assays with sorted cells, tdTomato⁺ cells were
2 sorted and directly seeded into culture at a density of 10 cells/cm² in 6-well plates,
3 ensuring that colonies would form at clonal density and therefore could be counted.
4 The cultures were incubated at 37 °C in a humidified atmosphere with 5% O₂ and 10%
5 CO₂ for 7-10 days. CFU-F colonies were counted after 7-10 days of culture.
6 For the *in vitro* differentiation assay, tdTomato⁺ cells were sorted and seeded into
7 each well of 48-well plates and cultured for 14 days. Adipocyte, chondrocyte and
8 osteoblastic differentiation was induced with different differentiation media and
9 detected by staining with Oil red (O0625-25G, Sigma-Aldrich), Alcian blue
10 (26385-01, Electron Microscopy Sciences) and Alizarin red (A47503, Thomas
11 Scientific), respectively as performed previously^{48,49}.

12 **Bone fracture**

13 Closed femoral fractures with intramedullary nail fixation were created in
14 10-week-old mice (Col2-creERT;tdTomato or Col2-creERT;DTA^{fl/fl};tdTomato) as
15 described¹⁹. Briefly, closed fractures were generated by a three-point blunt guillotine
16 driven by a dropped weight, which creates a uniform transverse fracture of the femur.
17 The fractured femurs were harvested at 12-week-old for analysis. n=6 mice per
18 condition from 3 independent experiments.

19 **Scratch-wound assay**

20 Scratch-wound assay did as previously described⁵⁰. The same numbers of POBs cells
21 from Col2-cre;tdTomato and Col2-cre; DTA^{fl/fl};tdTomato mouse calvaria bone were
22 seeded in six-well plates. The monolayer cells were scratched and then cultivated
23 under normal conditions. The migration distances at 0, 12, 24, and 72 h were
24 measured after scratching for each group.

25 **Statistics**

26 All data are presented as the mean±s.d. The Shapiro-Wilk test for normality and
27 Bartlett's test for variance were performed to determine the appropriate statistical tests.
28 Student's t-test for the comparison between two groups or one-way ANOVA followed
29 by Tukey's multiple comparison test for grouped samples was performed. The number
30 of animals and repetitions of experiments are presented in the figure legends. The

1 program GraphPad Prism (GraphPad Software, Inc., San Diego, USA) was used for
2 these analyses. (*P<0.05, **P<0.01, ***P<0.0001. NS=not statistically significant.)

3 **ACKNOWLEDGMENTS**

4 Research reported in this publication was supported by the National Institute of
5 Dental and Craniofacial Research and the National Institute of Arthritis and
6 Musculoskeletal and Skin Diseases, and National Institute on Aging, part of the
7 National Institutes of Health, under Award Numbers DE023105, AR066101 and
8 AG048388 to S.Y. XL was supported by China Scholarship Council (CSC) Grant
9 #201706260178. The content is solely the responsibility of the authors and does not
10 necessarily represent the official views of the National Institutes of Health.

11 **AUTHOR CONTRIBUTIONS**

12 XL, DJ and SY performed the experiments, interpreted the data and wrote the initial
13 draft of the manuscript. STY managed mice colonies and assisted with the
14 experiments. SY conceived, supervised the study and wrote the manuscript. LQ and
15 HZ provided critical suggestions, reagents and technical assistance during the study.

16 **DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST**

17 The authors declare no conflict of interest.

18 **References**

- 19 1 Friedenstein, A. J., Piatetzky, S., II & Petrakova, K. V. Osteogenesis in transplants of bone
20 marrow cells. *J Embryol Exp Morphol* **16**, 381-390 (1966).
- 21 2 Bianco, P. & Robey, P. G. Skeletal stem cells. *Development* **142**, 1023-1027,
22 doi:10.1242/dev.102210 (2015).
- 23 3 Serowoky, M. A., Arata, C. E., Crump, J. G. & Mariani, F. V. Skeletal stem cells: insights into
24 maintaining and regenerating the skeleton. *Development* **147**, doi:10.1242/dev.179325
25 (2020).
- 26 4 Zhou, B. O., Yue, R., Murphy, M. M., Peyer, J. G. & Morrison, S. J. Leptin-receptor-expressing
27 mesenchymal stromal cells represent the main source of bone formed by adult bone marrow.
28 *Cell Stem Cell* **15**, 154-168, doi:10.1016/j.stem.2014.06.008 (2014).
- 29 5 Yue, R., Zhou, B. O., Shimada, I. S., Zhao, Z. & Morrison, S. J. Leptin Receptor Promotes
30 Adipogenesis and Reduces Osteogenesis by Regulating Mesenchymal Stromal Cells in Adult
31 Bone Marrow. *Cell Stem Cell* **18**, 782-796, doi:10.1016/j.stem.2016.02.015 (2016).
- 32 6 Greenbaum, A. *et al.* CXCL12 in early mesenchymal progenitors is required for
33 haematopoietic stem-cell maintenance. *Nature* **495**, 227-230, doi:10.1038/nature11926
34 (2013).
- 35 7 Shi, Y. *et al.* Gli1 identifies osteogenic progenitors for bone formation and fracture repair. *Nat*

- 1 *Commun* **8**, 2043, doi:10.1038/s41467-017-02171-2 (2017).
- 2 8 Wilk, K. *et al.* Postnatal Calvarial Skeletal Stem Cells Expressing PRX1 Reside Exclusively in the
3 Calvarial Sutures and Are Required for Bone Regeneration. *Stem Cell Reports* **8**, 933-946,
4 doi:10.1016/j.stemcr.2017.03.002 (2017).
- 5 9 Ono, N. *et al.* Vasculature-associated cells expressing nestin in developing bones encompass
6 early cells in the osteoblast and endothelial lineage. *Dev Cell* **29**, 330-339,
7 doi:10.1016/j.devcel.2014.03.014 (2014).
- 8 10 Zhong, L. *et al.* Single cell transcriptomics identifies a unique adipose lineage cell population
9 that regulates bone marrow environment. *Elife* **9**, doi:10.7554/eLife.54695 (2020).
- 10 11 Ono, N., Ono, W., Nagasawa, T. & Kronenberg, H. M. A subset of chondrogenic cells provides
11 early mesenchymal progenitors in growing bones. *Nat Cell Biol* **16**, 1157-1167,
12 doi:10.1038/ncb3067 (2014).
- 13 12 Debnath, S. *et al.* Discovery of a periosteal stem cell mediating intramembranous bone
14 formation. *Nature* **562**, 133-139, doi:10.1038/s41586-018-0554-8 (2018).
- 15 13 Sakagami, N., Ono, W. & Ono, N. Diverse contribution of Col2a1-expressing cells to the
16 craniofacial skeletal cell lineages. *Orthod Craniofac Res* **20 Suppl 1**, 44-49,
17 doi:10.1111/ocr.12168 (2017).
- 18 14 Percival, C. J. & Richtsmeier, J. T. Angiogenesis and intramembranous osteogenesis. *Dev Dyn*
19 **242**, 909-922, doi:10.1002/dvdy.23992 (2013).
- 20 15 Aghajanian, P. & Mohan, S. The art of building bone: emerging role of
21 chondrocyte-to-osteoblast transdifferentiation in endochondral ossification. *Bone Res* **6**, 19,
22 doi:10.1038/s41413-018-0021-z (2018).
- 23 16 Li, S., Zhou, H., Qin, H., Guo, H. & Bai, Y. A novel mutation in the COL2A1 gene in a Chinese
24 family with Spondyloepiphyseal dysplasia congenita. *Joint Bone Spine* **81**, 86-89,
25 doi:10.1016/j.jbspin.2013.06.010 (2014).
- 26 17 Huang, X. *et al.* Identification of a Novel Mutation in the COL2A1 Gene in a Chinese Family
27 with Spondyloepiphyseal Dysplasia Congenita. *PLoS One* **10**, e0127529,
28 doi:10.1371/journal.pone.0127529 (2015).
- 29 18 Matsushita, Y., Ono, W. & Ono, N. Skeletal Stem Cells for Bone Development and Repair:
30 Diversity Matters. *Curr Osteoporos Rep*, doi:10.1007/s11914-020-00572-9 (2020).
- 31 19 Liu, M., Alharbi, M., Graves, D. & Yang, S. IFT80 Is Required for Fracture Healing Through
32 Controlling the Regulation of TGF-beta Signaling in Chondrocyte Differentiation and Function.
33 *J Bone Miner Res* **35**, 571-582, doi:10.1002/jbmr.3902 (2020).
- 34 20 Wang, D. *et al.* Calvarial Versus Long Bone: Implications for Tailoring Skeletal Tissue
35 Engineering. *Tissue Eng Part B Rev* **26**, 46-63, doi:10.1089/ten.TEB.2018.0353 (2020).
- 36 21 Hirasawa, T. & Kuratani, S. Evolution of the vertebrate skeleton: morphology, embryology, and
37 development. *Zoological Lett* **1**, 2, doi:10.1186/s40851-014-0007-7 (2015).
- 38 22 Runyan, C. M. & Gabrick, K. S. Biology of Bone Formation, Fracture Healing, and Distraction
39 Osteogenesis. *J Craniofac Surg* **28**, 1380-1389, doi:10.1097/SCS.0000000000003625 (2017).
- 40 23 Inoue, S., Fujikawa, K., Matsuki-Fukushima, M. & Nakamura, M. Repair processes of flat
41 bones formed via intramembranous versus endochondral ossification. *J Oral Biosci*,
42 doi:10.1016/j.job.2020.01.007 (2020).
- 43 24 Berendsen, A. D. & Olsen, B. R. Bone development. *Bone* **80**, 14-18,
44 doi:10.1016/j.bone.2015.04.035 (2015).

- 1 25 Katsimbri, P. The biology of normal bone remodelling. *Eur J Cancer Care (Engl)* **26**,
2 doi:10.1111/ecc.12740 (2017).
- 3 26 Kaplan, K. M., Spivak, J. M. & Bendo, J. A. Embryology of the spine and associated congenital
4 abnormalities. *Spine J* **5**, 564-576, doi:10.1016/j.spinee.2004.10.044 (2005).
- 5 27 Komori, T. *et al.* Targeted disruption of *Cbfa1* results in a complete lack of bone formation
6 owing to maturational arrest of osteoblasts. *Cell* **89**, 755-764,
7 doi:10.1016/s0092-8674(00)80258-5 (1997).
- 8 28 Chen, H. *et al.* Regeneration of pulpo-dentinal-like complex by a group of unique multipotent
9 CD24a(+) stem cells. *Sci Adv* **6**, eaay1514, doi:10.1126/sciadv.aay1514 (2020).
- 10 29 Newton, P. T. *et al.* A radical switch in clonality reveals a stem cell niche in the epiphyseal
11 growth plate. *Nature* **567**, 234-238, doi:10.1038/s41586-019-0989-6 (2019).
- 12 30 Mizuhashi, K. *et al.* Resting zone of the growth plate houses a unique class of skeletal stem
13 cells. *Nature* **563**, 254-258, doi:10.1038/s41586-018-0662-5 (2018).
- 14 31 Ono, N., Balani, D. H. & Kronenberg, H. M. Stem and progenitor cells in skeletal development.
15 *Curr Top Dev Biol* **133**, 1-24, doi:10.1016/bs.ctdb.2019.01.006 (2019).
- 16 32 Nagao, M., Cheong, C. W. & Olsen, B. R. Col2-Cre and tamoxifen-inducible Col2-CreER target
17 different cell populations in the knee joint. *Osteoarthritis Cartilage* **24**, 188-191,
18 doi:10.1016/j.joca.2015.07.025 (2016).
- 19 33 Sivaraj, K. K. & Adams, R. H. Blood vessel formation and function in bone. *Development* **143**,
20 2706-2715, doi:10.1242/dev.136861 (2016).
- 21 34 Wang, D. *et al.* Sox10(+) Cells Contribute to Vascular Development in Multiple Organs-Brief
22 Report. *Arterioscler Thromb Vasc Biol* **37**, 1727-1731, doi:10.1161/ATVBAHA.117.309774
23 (2017).
- 24 35 Duan, X., Bradbury, S. R., Olsen, B. R. & Berendsen, A. D. VEGF stimulates intramembranous
25 bone formation during craniofacial skeletal development. *Matrix Biol* **52-54**, 127-140,
26 doi:10.1016/j.matbio.2016.02.005 (2016).
- 27 36 Risau, W. & Flamme, I. Vasculogenesis. *Annu Rev Cell Dev Biol* **11**, 73-91,
28 doi:10.1146/annurev.cb.11.110195.000445 (1995).
- 29 37 Geudens, I. & Gerhardt, H. Coordinating cell behaviour during blood vessel formation.
30 *Development* **138**, 4569-4583, doi:10.1242/dev.062323 (2011).
- 31 38 Breeland, G. & Menezes, R. G. in *StatPearls* (2020).
- 32 39 Lim, J. *et al.* Primary cilia control cell alignment and patterning in bone development via
33 ceramide-PKCzeta-beta-catenin signaling. *Commun Biol* **3**, 45,
34 doi:10.1038/s42003-020-0767-x (2020).
- 35 40 Ovchinnikov, D. A., Deng, J. M., Ogunrinu, G. & Behringer, R. R. Col2a1-directed expression of
36 Cre recombinase in differentiating chondrocytes in transgenic mice. *Genesis* **26**, 145-146
37 (2000).
- 38 41 Nakamura, E., Nguyen, M. T. & Mackem, S. Kinetics of tamoxifen-regulated Cre activity in
39 mice using a cartilage-specific CreER(T) to assay temporal activity windows along the
40 proximodistal limb skeleton. *Dev Dyn* **235**, 2603-2612, doi:10.1002/dvdy.20892 (2006).
- 41 42 Madisen, L. *et al.* A robust and high-throughput Cre reporting and characterization system for
42 the whole mouse brain. *Nat Neurosci* **13**, 133-140, doi:10.1038/nn.2467 (2010).
- 43 43 Voehringer, D., Liang, H. E. & Locksley, R. M. Homeostasis and effector function of
44 lymphopenia-induced "memory-like" T cells in constitutively T cell-depleted mice. *J Immunol*

- 1 **180**, 4742-4753, doi:10.4049/jimmunol.180.7.4742 (2008).
- 2 44 Yuan, X. & Yang, S. Deletion of IFT80 Impairs Epiphyseal and Articular Cartilage Formation
3 Due to Disruption of Chondrocyte Differentiation. *PLoS One* **10**, e0130618,
4 doi:10.1371/journal.pone.0130618 (2015).
- 5 45 Li, X., Yang, S., Han, L., Mao, K. & Yang, S. Ciliary IFT80 is essential for intervertebral disc
6 development and maintenance. *FASEB J* **34**, 6741-6756, doi:10.1096/fj.201902838R (2020).
- 7 46 Yuan, X. *et al.* Ciliary IFT80 balances canonical versus non-canonical hedgehog signalling for
8 osteoblast differentiation. *Nat Commun* **7**, 11024, doi:10.1038/ncomms11024 (2016).
- 9 47 Jing, D. *et al.* Tissue clearing of both hard and soft tissue organs with the PEGASOS method.
10 *Cell Res* **28**, 803-818, doi:10.1038/s41422-018-0049-z (2018).
- 11 48 Yuan, X., Liu, M., Cao, X. & Yang, S. Ciliary IFT80 regulates dental pulp stem cells
12 differentiation by FGF/FGFR1 and Hh/BMP2 signaling. *Int J Biol Sci* **15**, 2087-2099,
13 doi:10.7150/ijbs.27231 (2019).
- 14 49 He, X. *et al.* Integration of a novel injectable nano calcium sulfate/alginate scaffold and BMP2
15 gene-modified mesenchymal stem cells for bone regeneration. *Tissue Eng Part A* **19**, 508-518,
16 doi:10.1089/ten.TEA.2012.0244 (2013).
- 17 50 Cory, G. Scratch-wound assay. *Methods Mol Biol* **769**, 25-30,
18 doi:10.1007/978-1-61779-207-6_2 (2011).

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34 **Figure legends**

35 **Figure 1. Ablation of Col2+ cells causes mouse lethal at newborn with the**
36 **absence of endochondral bone and cartilage**

1 (A)Gross appearance of Col2-cre, and Col2-cre;DTA^{fl/-} mice at P0. Mutant mouse is
2 small and has extremely short four limbs pattern. (B)X-ray of P0 wild type and
3 mutant embryo. (C)The skeleton at E17.5 and newborns of Col2-cre and
4 Col2-cre;DTA^{fl/-} mice. Embryos and newborns were double stained with Alizarin
5 red/Alcian blue. (D) The Alizarin red/Alcian blue staining of skull in Col2-cre and
6 Col2-cre;DTA^{fl/-} newborns. Yellow arrow, cartilage completely lose in
7 Col2-cre;DTA^{fl/-} mice. (E) The Alizarin red/Alcian blue staining of the mandible of
8 Col2-cre and Col2-cre;DTA^{fl/-} at newborns mice. (F)The interior view lacking a
9 mandibles of skull in Col2-cre and Col2-cre;DTA^{fl/-} newborns mice. Yellow arrow,
10 bone loss in Col2-cre;DTA^{fl/-} mice. (G)The hindlimb of Col2-cre and Col2-cre;DTA^{fl/-}
11 newborns mice. Yellow arrow, bone loss in Col2-cre;DTA^{fl/-} mice. (H)The ribs of
12 Col2-cre and Col2-cre;DTA^{fl/-} newborns mice. Yellow arrow, bone loss in
13 Col2-cre;DTA^{fl/-} mice. (I)The clavicle of Col2-cre and Col2-cre;DTA^{fl/-} newborn mice.
14 Yellow arrow, parts clavicle lose in Col2-cre;DTA^{fl/-} mice. n=6 mice per condition
15 from 3 independent experiments.

16

17 **Figure 2. Ablation of Col2+ cells causes absence of spine and disrupts all**
18 **endochondral skeletal development**

19 (A) Total view the middle sagittal section of Col2-cre and Col2-cre;DTA^{fl/-} mice at P0.
20 (B) H&E staining for the middle sagittal section of Col2-cre and Col2-cre;DTA^{fl/-}
21 mice at P0. (C) Voncosa staining of the middle sagittal section of Col2-cre and
22 Col2-cre;DTA^{fl/-} mice at P0. (D) Voncosa staining of the skull with transection.
23 Yellow arrow, severe bone loss in back of skull of Col2-cre;DTA^{fl/-} mice. Yellow star,
24 nasal cavity area in Col2-cre and Col2-cre;DTA^{fl/-} mice. (E) Voncosa staining of
25 craniofacial bone show the loss of nasal cavity in mutant mouse. (F) Higher
26 magnification of Voncosa staining showing similar sponge like bone structure in both
27 wild type and mutant mice. (G) Voncosa staining of bone in hindlimb of wild type and
28 mutant mice. (H) Higher magnification of Voncosa staining in hindlimb of wild type
29 and mutant mice. Note that a small piece of well calcified sponge like bone structure
30 can be detected of Col2+ cells ablation mice. (I) Voncosa staining in the middle

1 sagittal section of spine in wild type and mutant mice. Yellow arrow, severe vertebral
2 bone loss in Col2-cre;DTA^{fl/-} mice. n=6 mice per condition from 3 independent
3 experiments.

4

5 **Figure 3. Spatial expression of Col2+ lineage progenitors in newborn and DTA**
6 **are enough to remove the majority of Col2+ cells**

7 (A) The fluorescence images showing the pattern of Col2+ lineage progenitors in
8 middle section of Col2-cre;tdTomato and Col2-cre;DTA^{fl/-};tdTomato newborn mouse.
9 (B) The fluorescence images showing the pattern of Col2+ lineage progenitors in
10 transection of skull in Col2-cre;tdTomato and Col2-cre;DTA^{fl/-};tdTomato mouse. (C)
11 The fluorescence images showing the pattern of Col2+ lineage progenitors in lower
12 extremities of Col2-cre;tdTomato and Col2-cre;DTA^{fl/-};tdTomato newborn mouse.
13 Note that completely loss of tdTomato+ cells in the long bone of
14 Col2-cre;DTA^{fl/-};tdTomato compared to wild type newborn mouse. (D) The
15 fluorescence images showing the pattern of Col2+ lineage progenitors in the middle
16 sagittal section of spine of Col2-cre;tdTomato and Col2-cre;DTA^{fl/-};tdTomato new
17 born mice. n=6 mice per condition from 3 independent experiments.

18

19 **Figure 4. Postnatal deletion of Col2+ cells causes mouse growth retardation and**
20 **a type II collagenopathy phenotype**

21 (A, B) Quantity analysis of mice body length and tail length in Col2-creERT and
22 Col2-creERT;DTA^{fl/fl} mice from P3 to 4-week-old. (n=6 mice per condition from 3
23 independent experiments). Data are mean ± s.d. (C) Macroscopic image of 4-week-old
24 littermates. Mutant (right) mouse is small and dwarfism. (D) Total view of the
25 Col2-creERT and Col2-creERT;DTA^{fl/fl} mice stained with double stained with
26 Alizarin/Alcian blue at 4-week-old. (E) X-ray of 4-week-old Col2-creERT and
27 Col2-creERT;DTA^{fl/fl} mice. (F)The representative picture of microCT 3D structure of
28 femur head of 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice. (G)The
29 quantity analysis of percentage of bone volume to total bone volume (BV/TV),
30 trabecular thickness (Tb.Th), trabecular number (Tb.N), and trabecular spacing

1 (Tb.Sp) in the femurs of 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice.
2 (n=5 mice per group). Data are mean \pm s.d. (H) Total view of low extremities in the
3 Col2-creERT and Col2-creERT;DTA^{fl/fl} mice double stained with Alizarin red/Alcian
4 blue at 4-week-old. Yellow arrow, delayed second ossification development in
5 Col2-cre;DTA^{fl/-} mice. (I) The quantity analysis of mice femur length and tibia length
6 of 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice. (n=6 mice per condition
7 from 3 independent experiments). Data are mean \pm s.d. (J) Total view of skull in the
8 Col2-creERT and Col2-creERT;DTA^{fl/fl} mice stained with Alizarin red/Alcian blue at
9 4-week-old. (K) Total view of hand in the Col2-creERT and Col2-creERT;DTA^{fl/fl}
10 mice stained with Alizarin red/Alcian blue at 4-week-old. (L) Safranin O/fast green
11 staining of coronal sections of femur in 4-week-old Col2-creERT and
12 Col2-creERT;DTA^{fl/fl} mice. (M) High magnification picture showed second
13 ossification and cartilage in femur of 4-week-old Col2-creERT and
14 Col2-creERT;DTA^{fl/fl} mice. (N) High magnification picture showing the chondrocyte
15 morphology in 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice. (O)
16 Immunofluorescence staining growth plate and articular cartilage for type 2 collagen
17 in 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice. (P) High magnification
18 picture showing type 2 collagen staining in 4-week-old Col2-creERT and
19 Col2-creERT;DTA^{fl/fl} mice. (Q) Phalloidin staining show the cytoskeleton of cartilage
20 in 4-week-old Col2-creERT and Col2-creERT;DTA^{fl/fl} mice. (R) Quantitative
21 measurements of the percentage of cells with intact actin filaments to the total cells.
22 (n=6 mice per condition from 3 independent experiments). Data are mean \pm s.d.
23 Statistical significance was determined by one-way ANOVA and Student's t-test. *P
24 < .05, **P < .01, ***P < .0001. NS = not statistically significant.

25

26 **Figure 5. Spatial distribution of embryonic and postnatal Col2+ cells in the**
27 **mouse long bone and knee**

28 (A) Representative images from lineage tracing of embryonic Col2+ in long bone and
29 knee joint at different time points (P0, P8, P14, P30, P90, P180 and P365). (B)
30 Representative images from lineage tracing of postnatal Col2+ in long bone and knee

1 joint at different time points (P6, P8, P14, P30, P90, P180 and P365). It was
2 performed by injecting 75mg/kg tamoxifen into P3 mice. (C) Representative images
3 from lineage tracing of postnatal Col2⁺ in long bone and knee joint which was
4 activated at different time points (P3, P21, P27, P87, and P362). It was performed by
5 injecting 75mg/kg tamoxifen into mice at indicated points. (D) Representative images
6 from lineage tracing of Col2⁺ cells in long bone and knee joint at P90, which was
7 activated at different time points (Embryonic stage, P3, P30, P60 and P87). (E)
8 Representative images from lineage tracing of Col2⁺ cells in long bone and knee joint
9 for 1 month while activated at indicated time points (Embryonic stage, P3, P60). It
10 was performed by injecting 75mg/kg tamoxifen into Col2-creERT;tdTomato mice at
11 different time points. (F) Quantitative measurements of the percentage of the
12 tdTomato⁺ cells to the total cells in (C). (n=6 mice per condition from 3 independent
13 experiments). Data are mean \pm s.d. (G) Quantitative measurements of the percentage
14 of tdTomato⁺ cells to the total cells in (D). (n=6 mice per condition from 3
15 independent experiments). Data are mean \pm s.d. (H) Quantitative measurements of the
16 percentage of tdTomato⁺ cells to the total cells in (E) (n=6 mice per condition from 3
17 independent experiments). Data are mean \pm s.d.. It was measured at least 1000 cells
18 each sample. Statistical significance was determined by one-way ANOVA and
19 Student's t-test. *P < .05, **P < .01, ***P < .0001. NS = not statistically significant.

20

21 **Figure 6. Col2⁺ progenitors have multi-lineage differentiation ability including**
22 **CD31⁺ blood vessel**

23 (A) Representative fluorescent images of distal femur showing cartilage, osteoblast
24 and osteocyte are Col2⁺. Yellow arrow, osteoblast and osteocyte in 4 week-old
25 Col2-cre;tdTomato mice. (B) Flow cytometry analysis was performed using
26 dissociated bone marrow cells collected from 4-week-old Col2-cre; tdTomato mice.
27 Representative dot plots showed some Col2⁺ bone marrow stromal cells are CD31⁺
28 (n=3 mice per condition from 3 independent experiments). (C) Representative
29 fluorescent images from 4-week-old Col2-cre; tdTomato mice distal femur showing
30 parts of CD31⁺ cells in long bone are Col2⁺. (D) Representative fluorescent images

1 from 4-week-old Col2-cre; tdTomato mice calvaria bone showing almost all CD31+
2 cells are Col2+. (E) Representative fluorescent images from 4-week-old Col2-cre;
3 tdTomato mice craniofacial bone showing almost all CD31+ cells are Col2+. Yellow
4 arrow, the overlap staining of blood vessel. (F) The gross appearance of the head of
5 Col2-cre and Col2-cre;DTA^{fl/-} newborn mice. Note that mutant mouse dramatically
6 loss of blood vessel in skull. Yellow arrow, blood vessels in each group. (G) CFU-F
7 assay in Col2+ MSC, GP progenitor and AC progenitor showed that every cell type
8 can form CFU colons. (H) Osteogenic differentiation of Col2+ MSC, GP progenitor
9 and articular cartilage (AC) progenitor. (I) Chondrogenesis differentiation of Col2+
10 MSC, GP progenitor and AC progenitor. (J) Adipogenesis differentiation of Col2+
11 MSC, GP progenitor and AC progenitor. (K) Quantitative measurements of CFU-F
12 colonies and osteogenesis differentiation ability in (G and H). (n=3 mice per condition
13 from 3 independent experiments). All data are reported as the mean \pm s.d. Statistical
14 significance was determined by one-way ANOVA and Student's t-test. *P < .05, **P
15 < .01, ***P < .0001. NS = not statistically significant.

16

17 **Figure 7. Col2 negative cells from calvaria bone show strong unipotent**
18 **osteogenic potential**

19 (A) Merged pictures showing the Col2+ POBs cultured from calvaria of
20 Col2-cre;tdTomato and Col2-cre;DTA^{fl/-};tdTomato newborn. Note that: few Col2+
21 cells can be detected in Col2+ cell ablation group which confirming the effectiveness
22 of the cell ablation technique. (B) Trilineage differentiation assay of cells cultured
23 from Col2-cre and Col2-cre;DTA^{fl/-} new born calvaria bone. (n=3 mice per condition
24 from 3 independent experiments). (C) The different migration ability of POBs
25 cultured from Col2-cre and Col2-cre;DTA^{fl/-} newborn. (D) Quantitative measurements
26 of migration ability in (C). (n=3 mice per condition from 3 independent experiments).
27 All data are reported as the mean \pm s.d. Statistical significance was determined by
28 one-way ANOVA and Student's t-test. *P < .05, **P < .01, ***P < .0001. NS = not
29 statistically significant.

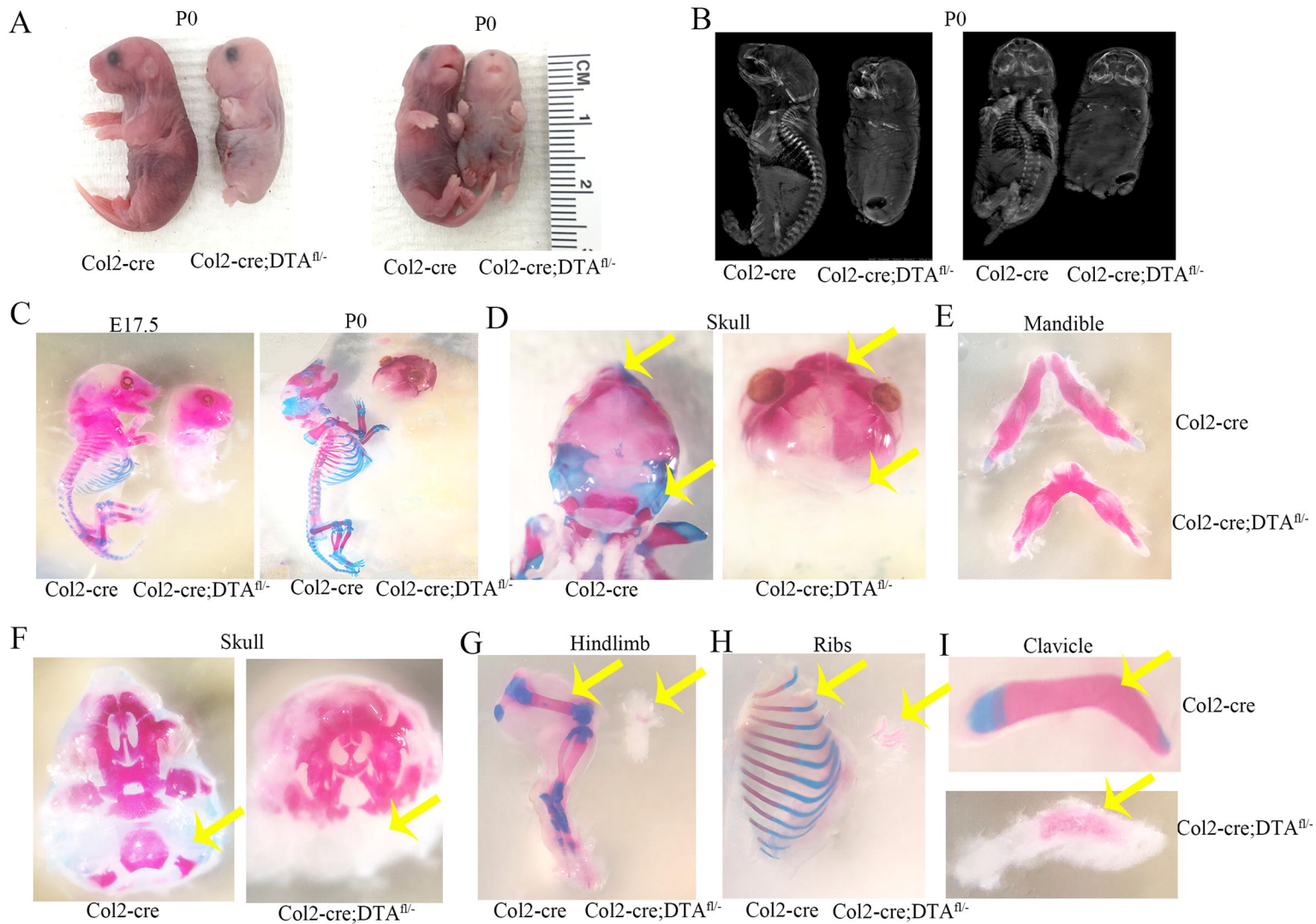
30

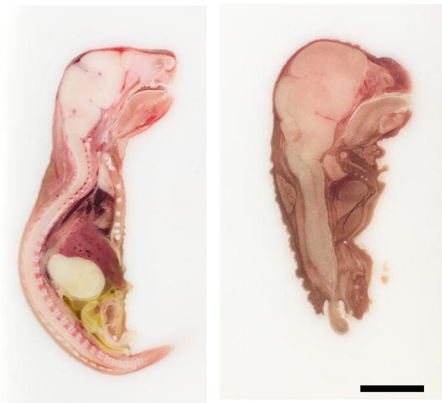
1 **Figure 8. Col2+ progenitors contribute to chondrocyte differentiation and blood**
2 **vessel formation during fracture healing**

3 (A) The illustration of the experiment design and representative images of femoral
4 section of control and fractured Col2-creERT; tdTomato mice. (It was performed by
5 injecting 75mg/kg tamoxifen into P3 age and then subjected the mice to fracture at 10
6 weeks of age, before harvesting them after 2 weeks of healing) (B) Representative
7 confocal image of femoral sections through fracture site, with immunofluorescence
8 staining of CD31 (white) to demarcate blood vessel. (n=3 mice per condition from 3
9 independent experiments). (C) Immunofluorescence staining of Col2a1 (green) on
10 bony callus to demarcate chondrocyte. (n=3 mice per condition from 3 independent
11 experiments). All data are reported as the mean \pm s.d. Statistical significance was
12 determined by one-way ANOVA and Student's t-test. *P < .05, **P < .01, ***P
13 < .0001. NS = not statistically significant.

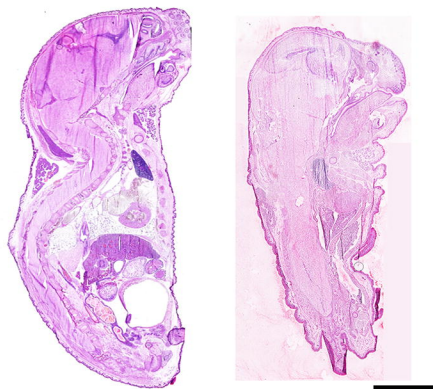
14

15

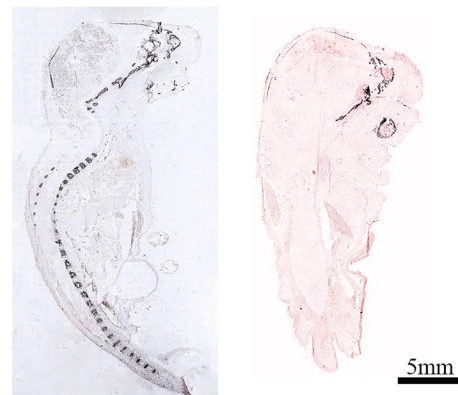


A

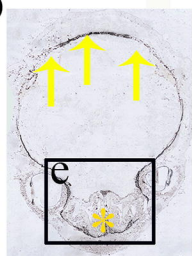
Col2-cre

Col2-cre;DTA^{fl/fl}**B**

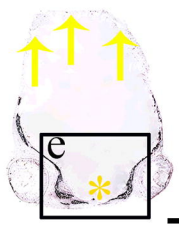
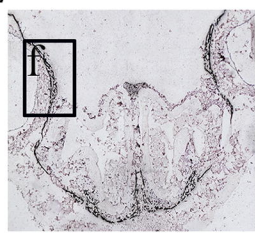
Col2-cre

Col2-cre;DTA^{fl/fl}**C**

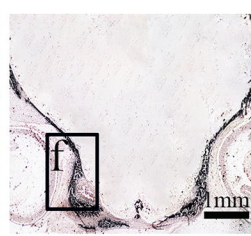
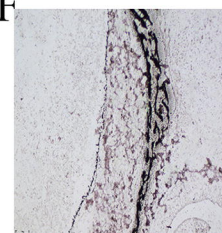
Col2-cre

Col2-cre;DTA^{fl/fl}**D**

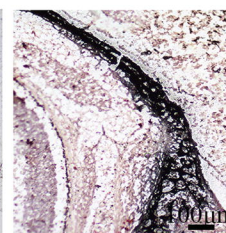
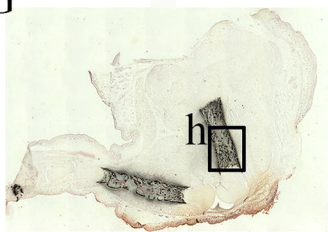
Col2-cre

ECol2-cre;DTA^{fl/fl}

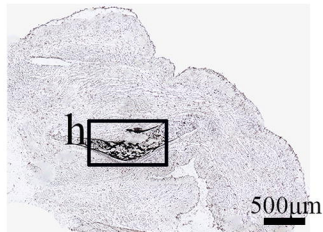
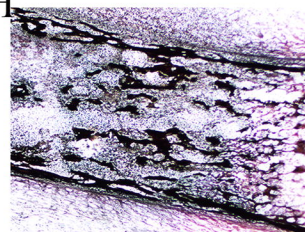
Col2-cre

Col2-cre;DTA^{fl/fl}**F**

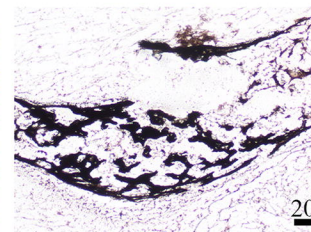
Col2-cre

Col2-cre;DTA^{fl/fl}**G**

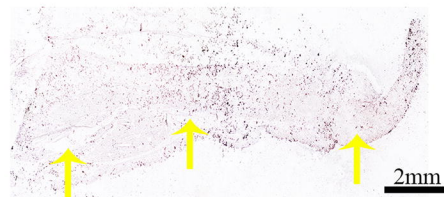
Col2-cre

Col2-cre;DTA^{fl/fl}**H**

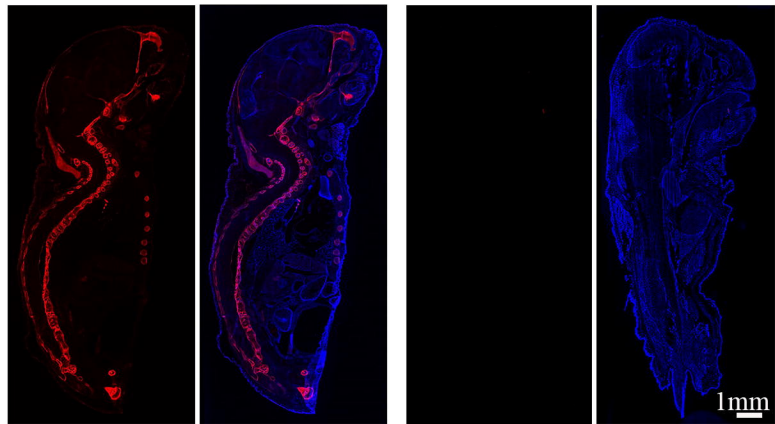
Col2-cre

Col2-cre;DTA^{fl/fl}**I**

Col2-cre

Col2-cre;DTA^{fl/fl}

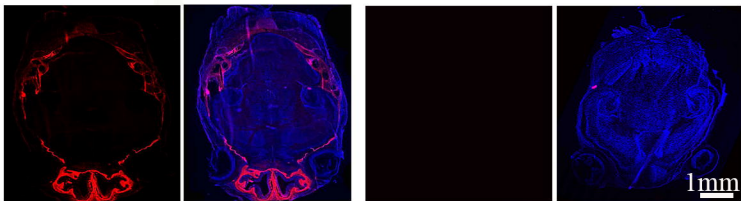
A



Col2-cre;tdTomato

Col2-cre;DTA^{fl/;};tdTomato

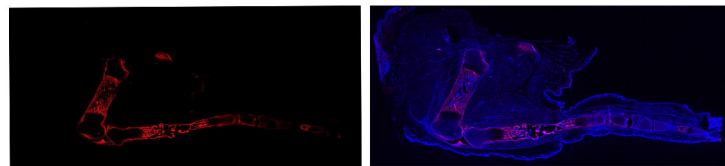
B



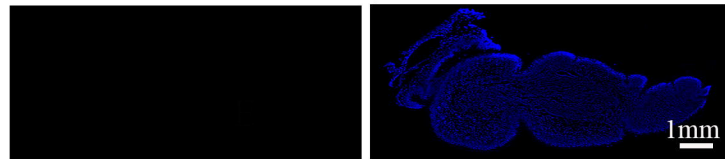
Col2-cre;tdTomato

Col2-cre;DTA^{fl/;};tdTomato

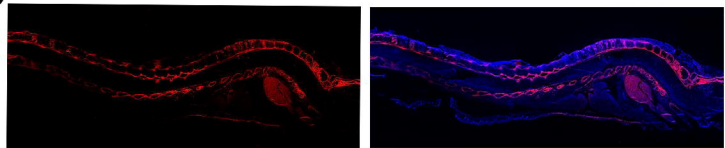
C



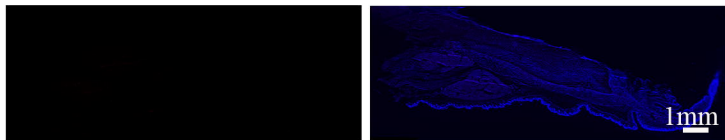
Col2-cre;tdTomato

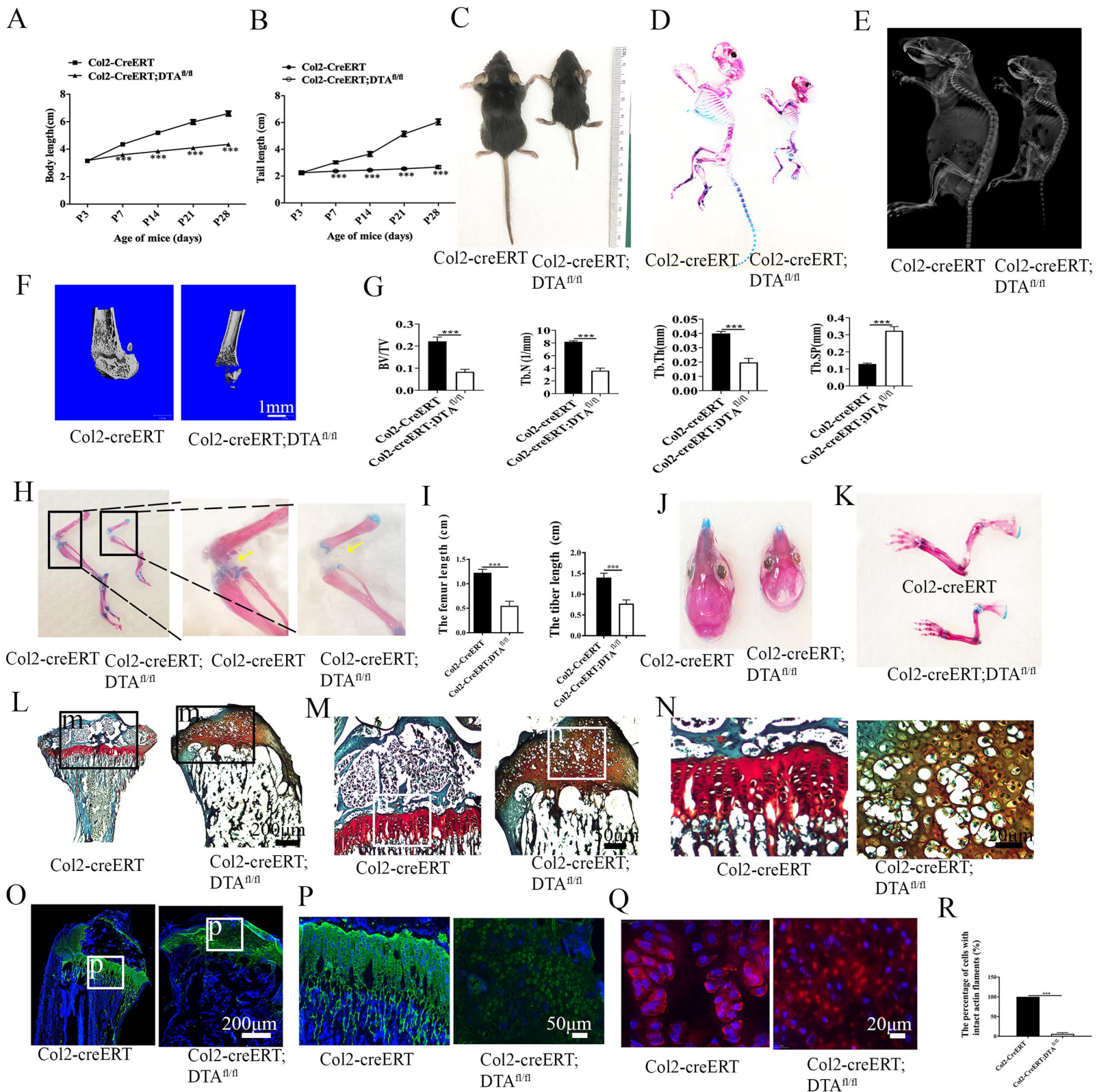
Col2-cre;DTA^{fl/;};tdTomato

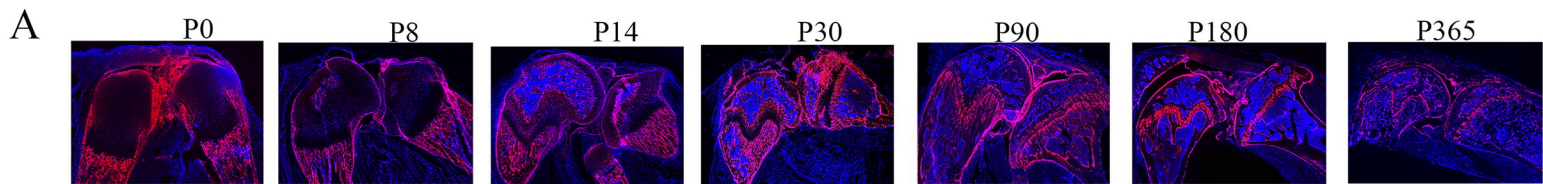
D



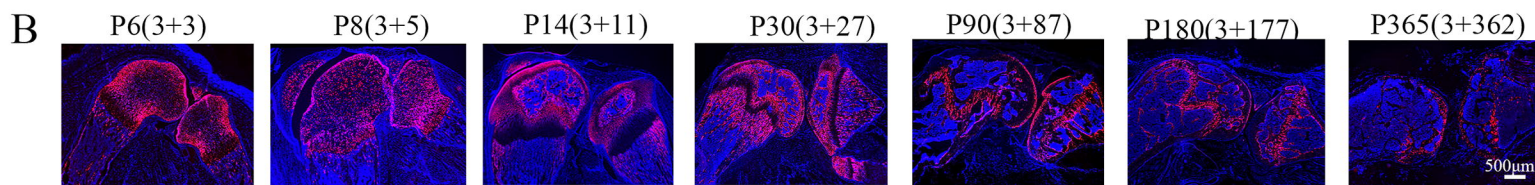
Col2-cre;tdTomato

Col2-cre;DTA^{fl/;};tdTomato

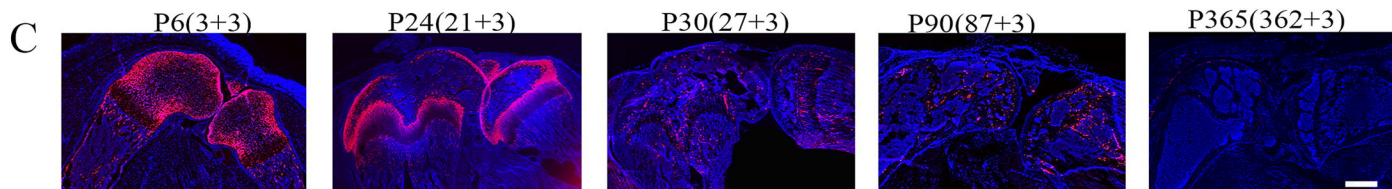




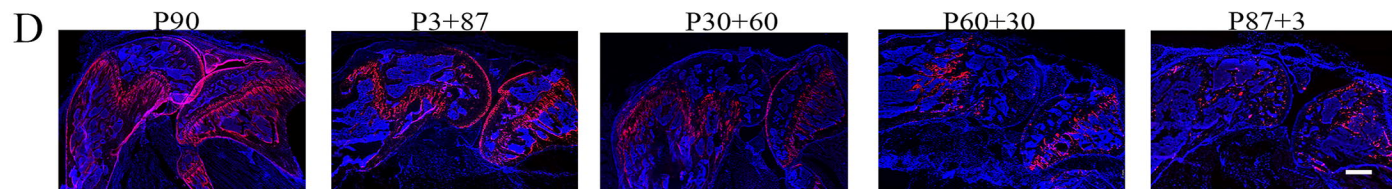
Col2-cre;tdTomato/DAPI



Col2-creERT;tdTomato/DAPI

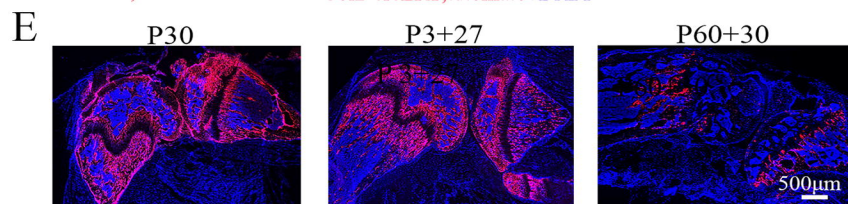


Col2-creERT;tdTomato/DAPI



Col2-cre;tdTomato /DAPI

Col2-creERT;tdTomato /DAPI



Col2-cre;tdTomato /DAPI

Col2-creERT;tdTomato /DAPI

