Full title

Interferon-gamma signalling in human iPSC-derived neurons recapitulates neurodevelopmental disorder phenotypes

Short title

IFNγ signalling alters neurodevelopment

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Abstract

Maternal immune activation increases the risk of neurodevelopmental disorders. Elevated cytokines, such as interferon-gamma (IFNγ), in offspring’s brains play a central role. IFNγ activates an antiviral cellular state, limiting viral entry and replication. Moreover, IFNγ has also been implicated in brain development. Here, we test the hypothesis that IFNγ signalling contributes to molecular and cellular phenotypes associated with neurodevelopmental disorders. We found that transient IFNγ treatment of neural progenitors derived from human induced pluripotent stem cells (hiPSCs) increased neurite outgrowth. RNA-sequencing analysis revealed that MHC class I (MHCI) genes were persistently upregulated through neuronal differentiation; an effect that was mediated by IFNγ-induced PML nuclear bodies. Critically, IFNγ-induced neurite outgrowth required both PML and MHCI. We also found evidence that IFNγ disproportionately alters the expression of genes associated with schizophrenia and autism, suggesting convergence between genetic and environmental risk factors. Together, these data indicate that IFNγ signalling may contribute to neurodevelopmental disorder aetiology.
Introduction

Multiple lines of evidence point to immune activation during foetal development as an important risk factor for neurodevelopmental disorders (1). Epidemiological studies consistently find an association between maternal infection during pregnancy and increased risk of autism spectrum disorder (ASD) and schizophrenia (SZ) (2–5). Animal studies have shown that induction of an antiviral immune response during pregnancy using the dsRNA mimetic poly(I:C) leads to behavioural abnormalities in offspring that are thought to be relevant to neuropsychiatric disorders. These include repetitive behaviour, decreased social interactions, deficits in prepulse inhibition and altered cognition (6). In parallel, transcriptomic studies of both ASD and SZ post-mortem brain tissue consistently show enrichment for inflammatory and innate immune genes (7–10). Nonetheless, the pathological mechanisms through which transient inflammatory activation increases susceptibility to neurodevelopmental disorders remain unclear.

A potential mechanistic link between maternal immune activation and neurodevelopmental disorders is the exposure of the developing brain to inflammatory cytokines. Among the inflammatory cytokines upregulated during maternal immune activation (11), IFNγ is of particular interest. It is an activator of innate cellular antiviral signalling and transcription programmes whose primary function is to defend the cell against viral infection (12). Mid-pregnancy maternal serum IFNγ is increased during gestation of offspring with ASD (13) and circulatory IFNγ levels are elevated in neonates subsequently diagnosed with ASD relative to developmental delay controls (14). Intriguingly, within the brain, many antiviral IFNγ signalling targets also play
important roles in neuronal development and synaptic activity, independent of microbial infection (15–17). More recently, IFNγ has also been described to play a role in social behaviour in rodents, through modulation of inhibitory neuronal GABAergic tone (18). Thus, it is now emerging that IFNγ has a physiological role beyond its antiviral and immune actions.

Previous studies have shown that antiviral activation establishes enduring cellular changes that persist beyond the acute inflammatory response. Exposure to IFNγ primes cells to induce an enhanced transcriptional response upon re-stimulation, allowing cells to mount a faster and more effective antiviral response (19, 20). Examination of transcriptional priming at the MHC locus revealed a critical role for antiviral promyelocytic leukemia protein (PML) nuclear bodies (20). MHC Class I (MHCI) gene expression has also been shown to be persistently upregulated in developing neurons following gestational poly(I:C) exposure in rodents (21). In the brain, seemingly independently of their antiviral functions, both PML and MHCI proteins play important roles in many aspects of neuronal development and function, including neurite outgrowth and axon specification (15), synaptic specificity (16), synaptic plasticity (22) and cortical lamination (23). Importantly, all of these processes have been shown to be altered following gestational poly(I:C) exposure in rodents (6, 11, 21, 24). Thus, PML nuclear bodies and MHCI proteins may link antiviral inflammatory activation to neuronal abnormalities. However, the impact of this pathway on neurodevelopment following inflammatory activation has never been examined.
In this study, we explore the hypothesis that IFNγ-induced antiviral signalling perturbs neurodevelopmental processes associated with neurodevelopmental disorders. We used hiPSCs to investigate how transient IFNγ exposure affects developing human neurons. We demonstrate that exposing hiPSC-derived neural progenitor cells (NPCs) to IFNγ led to increased neurite outgrowth in hiPSC-neurons, similar to a phenotype observed in hiPSC-neurons from individuals with ASD (25–27). RNA sequencing was used to characterise the acute and persistent transcriptomic responses to IFNγ. We observed that IFNγ responding genes were enriched for those with genetic association to ASD and SZ. Moreover, these genes overlapped significantly with those differentially expressed in the brains of individuals with these disorders. Genes of the MHCI protein complex were acutely and persistently upregulated. This was accompanied by an enduring increase in MHCI protein levels and PML body numbers. Critically, both PML and MHCI proteins were required for IFNγ-dependent effects on neuronal morphology. Together, these findings highlight a potential mechanism through which antiviral signalling could contribute to intrinsic neuronal phenotypes in neurodevelopmental disorders.

Results

IFNγ increases neurite outgrowth in a hiPSC model of neurodevelopment

We and others have previously observed alterations in the morphology of hiPSC neurons derived from autistic individuals (25–27). Since inflammatory mechanisms have been implicated in both neural development and neurodevelopmental pathology,
we hypothesised that activation of antiviral signalling pathways influence the
development of neuronal architecture. To investigate this, we used hiPSC-NPCs from
three typically developing male individuals with no history of psychiatric illness (M1,
M2 and M3; Table S1; Fig. S1; 28, 29) and treated these cells with IFNγ (25 ng/ml)
daily on days (D) 17-21 of differentiation. Subsequently, IFNγ was excluded from cell
culture media and neuronal differentiation was continued, resulting in postmitotic
hiPSC-neurons (Fig.1A and S1). Cells were fixed on D26, D30, D35 and D40, stained
for βIII-tubulin (Tuj1) and high-content automated neurite tracing was carried out
(Fig.1, B and C). Total neurite length measurements were averaged for each biological
replicate for all three hiPSC lines. A repeated measures (RM) two-way ANOVA was
performed, pairing untreated and IFNγ-treated samples from each biological replicate.
Main effects of both IFNγ treatment and days in culture were associated with a
significant increase in total neurite length per cell across the time-course examined
(Fig. 1D; IFNγ treatment $F(1, 24) = 17.02, P = 0.0004$; days in culture $F(3, 24) = 12.07, P < 0.0001$). After demonstrating the effect of IFNγ on neurite outgrowth across
the entire dataset, we used Sidak’s multiple comparison adjustment to compare
individual time-points. This revealed a significant increase in total neurite length in
IFNγ-treated lines at D30, ($P = 0.010$). We did not observe a significant interaction
between IFNγ treatment and time in culture (interaction of treatment x time-point $F(3,
24) = 0.60, P = 0.62$), indicating that both factors influence neurite outgrowth
independently of each other.

We next examined whether IFNγ treated cells had differences in branching, neurite
length and neurite number. Previous studies of cells from individuals with ASD have
reported increases in these morphological parameters (25–27). IFNγ treatment led to
Figure 1: IFNγ treatment of NPCs leads to enhanced neurite outgrowth in postmitotic neurons.

(A) Schematic representation of the experimental timeline of iPSC differentiation and IFNγ treatment strategy. Neural progenitor cells received 25ng/ml IFNγ daily in cell culture media from D17-D20 before terminal plating on D21 and examination of neurite outgrowth. (B) Automated tracing of βIII-Tubulin stained neurites on D26, D30, D35 and D40, carried out with CellInsight™ high content screening operated by HCS Studio Software. (C) Fluorescence images of βIII-Tubulin and Hoechst staining acquired with CellInsight™. (D-G) Graphs show the time-courses of neuronal morphological properties including: Neurite total length per cell (D); Neurite average length per cell (E); Branch point count per cell (F); Neurite count per cell (G) in 3 control male cell lines: M1, M2 and M3. D26 Untreated: n = 8 independent biological
replicates; 6,382 cells analysed; D26 IFNγ: n = 8 independent biological replicates; 7,122 cells analysed; D30 Untreated: n = 9 independent biological replicates; 5,651 cells analysed; D30 IFNγ: n = 9 independent biological replicates; 7,741 cells analysed; D35 Untreated: n = 7 independent biological replicates; 4,250 cells analysed; D35 IFNγ: n = 7 independent biological replicates; 4,733 cells analysed; D40 Untreated: n = 4 independent biological replicates; 2,792 cells analysed; D40 IFNγ: n = 4 independent biological replicates; 2,872 cells analysed. Data generated with CellInsight™ high content screening operated by HCS Studio Software. Results are presented as means +/- SEM. Two-way repeated measures ANOVA with Sidak’s multiple comparison adjustment method. *P < 0.05.

a significant increase in average neurite length per cell across the time-course (Fig. 1E; IFNγ treatment $F (1, 24) = 5.07, P = 0.034$; days in culture $F (3, 24) = 6.25, P = 0.0027$), although Sidak’s multiple comparison adjustment showed no significant difference between IFNγ and untreated cells at individual time-points ($P > 0.05$). Branch-point count per cell was also higher in IFNγ-treated cells across the time-course (Fig. 1F; IFNγ treatment $F (1, 24) = 7.22, P = 0.013$; days in culture $F (3, 24) = 2.72, P = 0.067$) although, similarly, no significant difference was observed with treatment at individual time-points. The neurite count per cell was also higher among IFNγ-treated neurons but did not change significantly across the time-course (Fig. 1G; IFNγ treatment $F (1, 24) = 7.84, P = 0.0099$; days in culture $F (3, 24) = 2.71, P = 0.068$). Again, we observed no significant difference in neurite count per cell between IFNγ and untreated cells at individual time-points. No interaction effects were observed between these morphological features and time in culture, indicating that treatment and days in culture were affecting neurite morphology independently. Together, these data indicate that exposing hiPSC-NPCs to IFNγ results in an increase in neurite outgrowth due to longer, more numerous neurites and increased branching in hI
derived neurons compared to untreated controls. These observations are consistent with previous findings in autism-derived neuronal cells and indicate a potential disruption in the development of early neuronal morphology (25–27).

**Transcriptomic analysis of IFNγ exposure during neuronal differentiation**

After demonstrating the effect of IFNγ on early neuronal morphology, we sought to explore the mechanisms that underlie these effects. We carried out RNA-sequencing analysis of the same three hiPSC lines (M1, M2 and M3; Table S1) to examine the transcriptomic changes caused by IFNγ treatment of human NPCs and neurons. The experiment had six conditions and is schematised in Figure 2A. We sought to capture: (a) the acute response of NPCs to IFNγ, (b) the acute response of neurons to IFNγ, (c) the persistent response of neurons after IFNγ exposure at the NPC stage, and (d) the effect of repeated IFNγ exposure at the NPC and neuronal stages. Principal component analysis revealed that the largest source of variation across the dataset corresponded to cell type, with the first principal component explaining 72% of variance and separating NPCs and neurons (Fig. 2B). The second principal component segregated the samples by IFNγ exposure and described 20% of the observed variance between samples.

Differential gene expression analysis was performed using DESeq2 (30). We found 1,834 differentially expressed genes (DEGs) by comparing untreated and treated NPCs (18U vs 18T, Wald test, FDR < 0.05; Fig. 2, C and D). The comparison of untreated and treated neurons revealed 751 DEGs (30UU vs 30UT; Fig. 2, C and E). There were 464 DEGs in common between the two comparisons (Fig. S2A). The
**Figure 2:** RNA-sequencing analysis reveals a widespread and persistent transcriptomic response of human NPCs and neurons to IFNγ.

(A) Schematic representation of the experimental conditions. (B) PCA biplot of all samples. The first principal component segregates conditions by time-point, while the second separates conditions by recent treatment. Cell lines are represented by point shape: M1 = square, M2 = cross, M3 = circle. (C) Heatmap of all differentially expressed genes clustered by row and column. Replicates are collapsed by condition. (D-G) Volcano plots with selected genes annotated. The dotted red line represents the threshold for statistical significance of \( p_{adj} = 0.05 \). Red dots identify genes of the MHCI protein complex. (H) Cleveland plot of selected enriched GO terms from the upregulated gene sets illustrating statistical significance and fold enrichment (FE).

The canonical IFNγ signalling pathway was activated in both NPCs and neurons, resulting in significant upregulation of \( JAK2, STAT1, STAT2 \) and downstream interferon stimulated genes such as \( IRF1 \) (Fig. 2, D and E). Upregulated genes were highly enriched for the gene ontology (GO) term ‘interferon-gamma-mediated signalling pathway’ (9-fold in NPCs and 14-fold in neurons; FDR = 4.47 x 10^-21 and 2.68 x 10^-23 respectively; Fig. 2H). Genes belonging to the MHCI complex (GO term ‘MHC class I protein complex’) were overrepresented in the upregulated genes (11-fold in NPCs and 21-fold in neurons; FDR = 8 x 10^-4 and 3.98 x 10^-5 respectively; Fig. 2H) and among the highest ranked DEGs in NPC and neurons treated with IFNγ (Fig. 2, D and E). We also found that the genes downregulated by treated neurons were enriched 2-fold for the GO term ‘plasma membrane’ (FDR = 0.002). Full differential expression and GO results are reported in Table S2 and S3 respectively.
The persistent transcriptional response to IFNγ was of interest given the enduring impact of IFNγ on neuronal morphology described above. To this end, we compared untreated and pre-treated neurons (30UU vs 30TU). Neurons exposed to IFNγ at the NPC stage showed enduring transcriptional changes, with 26 genes significantly upregulated and 2 downregulated in postmitotic neurons 9 days after treatment (Fig. 2F). Notably, the upregulated gene set was highly enriched for MHCI genes, with the GO term 'MHC class I protein complex' enriched 357-fold (FDR = 3.33 x 10^{-8}, Fig. 2H). Strikingly, the top five ranked DEGs were all involved in MHCI antigen presentation. Also of interest, the metabotropic glutamate receptor gene **GRM3** was upregulated while the GABAergic transcription factor gene **LHX6** was downregulated in pre-treated neurons (Fig. 2F).

We also found evidence of IFNγ-induced cellular priming, where repeated exposure at the NPC and neuronal stages (30TT) induced considerably more DEGs than a single neuronal treatment (30UT) when compared to untreated neurons (30UU). This double hit induced 1,091 DEGs, 45% more than were detected after a single neuronal treatment (Fig. 2G, S2B). This is consistent with previous reports of IFNγ-induced transcriptional priming (19, 20). Notably, the genes downregulated by neurons that received a double hit were enriched 4-fold for the GO term ‘synapse’ (FDR = 0.049). Taken together, these results demonstrate that IFNγ exposure induces widespread and persistent transcriptional changes during human neuronal differentiation. Considering their previously proposed role in neurite outgrowth in mouse (15, 31), these data highlight MHCI proteins as candidates to explain the IFNγ-induced morphological phenotype described above.
IFNγ disproportionately alters SZ and ASD risk genes

Viral infection has previously been linked with neurodevelopmental and psychiatric disorders (1). Therefore, we examined whether SZ and ASD-associated genes were disproportionately altered in NPCs and neurons upon exposure to IFNγ. We first performed gene-set enrichment analysis using MAGMA (32) to test for overlap with genes associated with SZ by a recent genome-wide association study (GWAS) (33). Importantly, variants corresponding to the MHC locus were excluded due to complex linkage disequilibrium in the region. The analysis revealed that SZ genes overlapped with genes downregulated upon IFNγ exposure in NPCs (18U vs 18T, β = 0.14, SD = 0.024, P = 0.002, FDR = 0.007) and neurons (30UU vs 30UT, β = 0.42, SD = 0.026, P = 0.002, FDR = 0.007). No enrichment was observed in the upregulated gene sets. Additional analysis was carried out using a SZ risk gene list compiled by the PsychENCODE Consortium by linking GWAS loci to potential disease genes using integrated regulatory networks (34). Consistent with the MAGMA analysis, the PsychENCODE list was enriched in the gene set downregulated by NPCs in response to IFNγ (Fisher's exact test, OR = 1.7, FDR = 0.023; Fig. 3A). Genes in this group included GRIN2A, PRKD1 and TSNARE1 (Fig. S3A). This list was also enriched in the gene set upregulated by neurons in response to IFNγ (OR = 1.7, FDR = 0.027; Fig. 3A). Notable genes in this group included TCF4, ATXN7 and ZNF804A (Fig. S3B).

Similar analyses were carried out to investigate the association between IFNγ signalling and ASD risk genes. MAGMA analysis did not reveal enrichment of common risk variants identified by the largest GWAS for ASD carried out to date (P > 0.05; 34). Given the fact that ASD GWAS are relatively underpowered and that this analysis
Figure 3: Relevance of IFNγ-dependent gene expression changes to SZ and ASD

(A) Enrichment of SZ and ASD risk genes and (B) DEGs detected in the brains of SZ and ASD patients among our IFNγ-responding genes. Log2 odds ratio (OR) is represented by colour and statistical significance is indicated by asterisks (*FDR < 0.05; **FDR < 0.01; ***FDR < 0.001; ****FDR < 0.0001). Fisher's exact test BH corrected for multiple comparisons.
neglects the contribution of rare variants, we also tested for overlap with ASD risk genes from the SFARI database (36). The SFARI database is a manually curated list of ASD risk genes scored by the strength of evidence. Category 1-4 risk genes were significantly overrepresented in the gene set downregulated by NPCs in response to IFNγ (OR = 1.7, FDR = 0.037; Fig. 3A), which included genes commonly associated with ASD such as NLGN3, SHANK2, UPF3B and NRXN3 (Fig. S4). After restricting the analysis to a subset of higher confidence, category 1 and 2 genes, the enrichment was no longer statistically significant. Neither of the SFARI gene lists overlapped with the upregulated gene sets from NPCs or neurons. Collectively, these data suggest that IFNγ exposure during human neuronal differentiation disproportionately alters genes associated with SZ and ASD.

**IFNγ response recapitulates the transcriptomic signatures observed in SZ and ASD brains**

Overlap between IFNγ-responding genes and those found to be differentially expressed in the post-mortem brains of individuals with SZ and ASD would corroborate the role of IFNγ signalling in neurodevelopmental disorders. We utilised data from the PsychENCODE cross-disorder study, the largest transcriptome-wide analysis of SZ and ASD brains carried out to date (10). We found a highly significant enrichment of genes from both disorders (Fig. 3B). More specifically, there was a significant overlap between genes up- (OR = 2.5, FDR = 3.62 x 10^{-15}) and downregulated (OR = 2.1, FDR = 0.012) in NPCs in response to IFNγ with those up- and downregulated in the post-mortem brains of individuals with SZ. We also report a significant overlap between genes upregulated by neurons in response to IFNγ with
those upregulated in the brains of SZ patients (OR = 2.7, FDR = 1.98 x 10^{-11}). Next, we tested for overlap with genes found to be differentially expressed in the post-mortem brains of individuals with ASD. Again, there was a significant overlap between genes up- (OR = 3.7, FDR = 2.26 x 10^{-21}) and downregulated (OR = 2.0, FDR = 2.82 x 10^{-4}) in NPCs. The effect was even more pronounced for genes up- (OR = 5.6, FDR = 1.39 x 10^{-25}) and downregulated (OR = 4.6, FDR = 3.80 x 10^{-4}) in neurons. The overlapping upregulated genes at both time-points in both disorders were enriched for gene ontology terms including “IFNγ-mediated signalling pathway” and “defence response to virus” (Table S4). These results indicate that IFNγ signalling modifies gene expression in a manner consistent with the dysregulation observed in the brains of individuals with SZ and ASD.

**Regulation of MHCI genes by PML nuclear bodies**

The RNA-sequencing analysis described above revealed an acute and persistent upregulation of MHCI genes in hiPSC-neurons after exposure to IFNγ. In non-neuronal cells, IFNγ has been shown to induce long-lasting changes in signal-dependent transcription of MHC proteins through the formation of PML bodies (20). PML bodies are dynamic, DNA-binding protein complexes which mediate myriad transcriptional functions from viral gene silencing (37) to neurogenesis (23) and neuronal homeostatic plasticity (22). Because the MHCI pathway was highly enriched in the pre-treated neurons and *PML* was similarly upregulated in acutely treated NPCs and neurons (Fig. 2, D and E), we investigated the putative role of PML bodies in mediating the effects of IFNγ. We hypothesised that PML bodies could underlie the persistent upregulation of MHCI following IFNγ treatment. Cells from the six IFNγ treatment conditions (Fig.
2A), using the three hiPSC lines, were stained for PML (Fig. 4, A and C). Acute 24-hour treatment of NPCs at D17-18 resulted in a significant increase in PML bodies per cell (Fig. 4, A and B; \( P < 0.0001 \)). Importantly, the increase in PML bodies persisted through differentiation and was still observed in neurons (Fig. 4, C and D; \( P < 0.0001 \)). Conversely, treatment of postmitotic neurons had no effect on numbers of PML bodies, with or without pre-treatment at D17-21 (Fig. 4D). These results indicate a time-window of sensitivity in neuronal differentiation, during which IFNγ exposure leads to a persistent increase in PML bodies.

PML nuclear bodies are known to be specifically disrupted following binding of arsenic trioxide (As$_2$O$_3$) (38). Therefore, we pre-treated NPCs with As$_2$O$_3$ from D16-17, followed by co-treatment with As$_2$O$_3$ and IFNγ from D17-18, then counted PML bodies per nucleus (Fig. 4, E i, F). As previously observed (Fig. 4A), IFNγ treatment led to a notable increase in PML bodies per nucleus (\( P < 0.0001 \)); this was blocked by co-treatment with As$_2$O$_3$. Alone, As$_2$O$_3$ had no detectable impact on the number of PML bodies. To test whether As$_2$O$_3$ treatment also prevented the persistent increase in PML bodies, the experiment was repeated, this time allowing NPCs to differentiate into neurons (Fig. 4, E ii, G). Again, we observed a significant increase in PML bodies with IFNγ treatment alone (\( P < 0.0001 \)) which was entirely prevented by co-treatment with As$_2$O$_3$. We could thus conclude that As$_2$O$_3$ prevented both acute and persistent PML body induction by IFNγ.

To investigate whether PML bodies were required for IFNγ-dependent transcriptional activation of MHCI genes, we performed quantitative (q)PCR on NPCs from three hiPSC lines, exposed to As$_2$O$_3$, IFNγ, or combined treatment (Fig. 4, E i). We observed
Figure 4: PML bodies are persistently increased following treatment of NPCs with IFNγ, regulate transcription of HLA-I genes and are spatially associated with HLA-B transcription.

(A) Confocal images of PML nuclear bodies in untreated (D18 U) and IFNγ-treated (D18 T) NPCs. (B) Quantification of PML bodies per nucleus in D18 NPCs. D18 U: n = 354 cells; D18 T: n = 515 cells. (C) Confocal images of HLA-B expression in untreated (D18 U) and IFNγ-treated (D18 T) NPCs. (D) Quantification of HLA-B expression in D18 NPCs. D18 U: n = 354 cells; D18 T: n = 515 cells. (E) Confocal images of HLA-C expression in untreated (D18 U) and IFNγ-treated (D18 T) NPCs. (F) Quantification of HLA-C expression in D18 NPCs. D18 U: n = 354 cells; D18 T: n = 515 cells. (G) Confocal images of B2M expression in untreated (D18 U) and IFNγ-treated (D18 T) NPCs. (H) Quantification of B2M expression in D18 NPCs. D18 U: n = 354 cells; D18 T: n = 515 cells. (I) Confocal images of HLA-B RNA-Scope expression in untreated (D18 U) and IFNγ-treated (D18 T) NPCs. (J) Quantification of HLA-B RNA-Scope expression in D18 NPCs. D18 U: n = 354 cells; D18 T: n = 515 cells. (K) Confocal images of PML nuclear bodies in untreated (D30 U) and IFNγ-treated (D30 T) NPCs. (L) Quantification of PML bodies per nucleus in D30 NPCs. D30 U: n = 354 cells; D30 T: n = 515 cells. (M) Confocal images of PML nuclear bodies in untreated (D30 U) and IFNγ-treated (D30 T) NPCs. (N) Quantification of PML bodies per nucleus in D30 NPCs. D30 U: n = 354 cells; D30 T: n = 515 cells.
T: n = 286 cells; 3 control cell lines. Two-tailed Mann-Whitney test. (C) Confocal images of nuclear PML bodies in untreated (D30 UU), pre-treated (D30 TU), acutely treated (D30 UT), and double-treated (D30 TT) D30 neurons. (D) Quantification of nuclear PML bodies in D30 neurons. D30 UU: n = 236 cells; D30 TU: n = 264 cells; D30 UT: n = 231 cells; D30 TT: n = 307 cells; 3 control cell lines. Kruskal-Wallis test with Dunn’s multiple comparison adjustment.

(E) Schematic representation of IFNγ and As₂O₃ treatment conditions. (F and G) Quantification of PML bodies in D18 and D30 ‘UNTR’, ‘IFNγ’, ‘As’ and ‘As + IFNγ’ conditions. D18 UNTR: n = 57 cells; D18 IFNγ: n = 65 cells; D18 As: n = 64 cells; D18 IFNγ + As: n = 54 cells. D30 UNTR: n = 104 cells; D30 IFNγ: n = 129 cells; D30 As: n = 119 cells; D30 As + IFNγ: n = 105 cells; 3 control cell lines. Kruskal-Wallis test with Dunn’s multiple comparison test. (H) qPCR analysis of HLA-B, HLA-C and B2M relative expression in D18 ‘UNTR’, ‘IFNγ’, ‘As’ and ‘As + IFNγ’ conditions. n = 4 biological replicates from 3 control cell lines. One-way ANOVA with Tukey’s multiple comparison test. (I) Confocal images of HLA-B RNASeq™ F.I.S.H. and PML immunocytochemistry in D18 ‘UNTR’, ‘IFNγ’, ‘As’ and ‘As + IFNγ’ conditions. (J and K) Quantification of HLA-B RNASeq™ integrated density and spots per nucleus in D18 ‘UNTR’, ‘IFNγ’, ‘As’ and ‘As + IFNγ’ conditions. D18 UNTR: n = 57 cells; D18 IFNγ: n = 65 cells; D18 As: n = 64 cells; D18 IFNγ + As: n = 54 cells. Kruskal-Wallis test with Dunn’s multiple comparison adjustment. (L) Confocal image of HLA-B RNASeq™ F.I.S.H. and PML immunocytochemistry in D30 IFNγ treatment condition. Arrow shows colocalisation between PML and HLA-B pre-mRNA. (M and N) Quantification of PML spots per micron² in whole nuclei, HLA-B RNASeq spots and HLA-B RNASeq spot perimeters in D18 NPCs (M) and D30 neurons (N), IFNγ treatment condition. D18 IFNγ: n = 67 cells; D30 IFNγ: n = 58 cells; 3 control cell lines. Kruskal-Wallis test with Dunn’s multiple comparison test. Results are presented as means +/- SEM. *P < 0.05; **P < 0.01; ***P < 0.001; ****P < 0.0001; ns: not significant.
that IFNγ-dependent induction of the MHCI genes *HLA-B* and *HLA-C* was blocked by exposure to As$_2$O$_3$ (Fig. 4H). Interestingly, induction of the MHCI receptor subunit gene *B2M*, was not blocked by As$_2$O$_3$, suggesting that the PML-dependent effect is specific to MHC genes. Similarly, neither of the genes encoding IFNγ receptor subunits, *IFNGR1* and *IFNGR2*, were affected by As$_2$O$_3$ co-treatment (Fig. S5, A and B). Collectively, these data support a model in which PML nuclear bodies mediate IFNγ-dependent transcription of MHCI genes.

Increased expression of both *PML* and *HLA-B* has previously been shown in post-mortem brain tissue from individuals with ASD (9, 10, 39). *PML* is also upregulated in post-mortem SZ brains (10). As these findings are from adult post-mortem brain tissue, it is unclear whether this signalling pathway is altered from an early developmental time-point in ASD brains. To determine whether *PML* and *HLA-B* are similarly increased in hiPSC-derived neural cells in vitro, we differentiated hiPSCs from three male individuals diagnosed with ASD into NPCs, alongside the three control cell lines, into NPCs as previously described (Fig. 1A, S1). The individuals diagnosed with ASD were recruited from the Longitudinal European Autism Project (LEAP 39). All three individuals (ASD_M1_08; 004_ASM_02; 010_ASM_02) had a primary diagnosis of ASD (Table S1). These ASD cases were considered to be idiopathic as no ASD-associated CNVs or SNVs were detected in these individuals. Furthermore, no serological complications were reported during gestation. We used qPCR to examine relative expression of *PML*, *HLA-B* and *B2M* in NPCs from the three ASD and three control lines. We observed statistically significant increases in the expression of both *PML* and *HLA-B* (Fig. S6, A and B; $P = 0.0005$ and $P = 0.0002$ respectively). No difference in *B2M* expression was detected (Fig. S6C, $P = 0.93$). We further examined
the expression of PML bodies in NPCs from the same ASD and control cell lines using immunocytochemistry (Fig. S6D). We observed a significant increase in PML bodies per nucleus in the ASD NPCs relative to the control NPCs (Fig. S6E). While it must be noted that these observations arise from only three ASD individuals and therefore should not be generalised, these findings suggest that increased expression of PML and HLA-B could be present in early stages of ASD neural development.

**IFNγ induces HLA-B transcription near PML nuclear bodies**

To further interrogate the necessity of PML for IFNγ-induced MHCI gene expression, RNA FISH was carried out on NPCs from three hiPSC lines treated with IFNγ, As₂O₃, or co-treated with IFNγ and As₂O₃ (Fig. 4, E i, I). Our qPCR experiments demonstrated that IFNγ-dependent upregulation of HLA-B and HLA-C were similarly blocked by As₂O₃. However, as HLA-B demonstrated the greatest upregulation in pre-treated neurons, we focused on this MHCI gene (Fig. 2F). We used a probe specific to the pre-spliced HLA-B RNA transcript to tag the site of transcription. IFNγ treatment led to a dramatic increase in HLA-B pre-mRNA (Fig. 4, I, J and K; \( P < 0.0001 \)). This induction was largely prevented by co-treatment with As₂O₃ (Fig. 4I, J and K), supporting the requirement for PML in IFNγ-dependent HLA-B transcription. Furthermore, co-staining for PML and HLA-B pre-mRNA revealed a positive correlation in the IFNγ-treated condition. This was observed as both integrated density of PML and HLA-B expression per nucleus (Fig. S7A; Slope significantly greater than zero, \( P = 0.027 \)) and as number of spots per nucleus in each channel (Fig. S7B; Slope significantly greater than zero, \( P = 0.0037 \)). A significant positive correlation between PML and HLA-B spots per nucleus was also observed in the unstimulated condition (Fig. S7F; \( P = 0.0014 \)).
although there was no correlation between the integrated density of PML and \(H\text{LA-B}\) (Fig. S7E; \(P = 0.38\)). A relationship between PML bodies and IFN\(\gamma\)-induced \(H\text{LA-B}\) transcription is thus strongly supported.

If PML bodies directly regulate MHCI gene expression, we would predict them to be in close proximity to the site of transcription. To investigate this spatial relationship, we carried out RNA FISH using the probe described above, specific to pre-spliced \(H\text{LA-B}\) RNA transcript. Because splicing is highly localised (41, 42), we reasoned that the site of the pre-spliced transcript could be used as a proxy for the location of transcription. Co-staining for PML and \(H\text{LA-B}\) pre-mRNA revealed that, following IFN\(\gamma\) treatment, \(H\text{LA-B}\) spots were frequently located immediately adjacent to, or overlapping with, PML bodies (Fig. 4L). To investigate this further, we measured the density of PML bodies (spots per micron) within \(H\text{LA-B}\) spots or \(H\text{LA-B}\) spot perimeters (see Methods for full definitions) and compared this to the density of PML bodies across the nucleus as a whole in IFN\(\gamma\)-treated NPCs and neurons (Fig. 3, M and N; S7C and S7D). In IFN\(\gamma\)-treated NPCs, the increased density of PML bodies in \(H\text{LA-B}\) pre-mRNA spot perimeters did not reach statistical significance (\(P = 0.09\)). However, in IFN\(\gamma\)-treated neurons, a significantly higher density of PML bodies was observed in the \(H\text{LA-B}\) pre-mRNA spots (\(P < 0.0001\)) and spot perimeters (\(P = 0.0007\)) than the nucleus as a whole, indicating a positive spatial association. By contrast, in untreated NPCs and neurons, PML spots were never observed to overlap with \(H\text{LA-B}\) pre-mRNA spots or spot perimeters (Fig. S7C and S7D). To confirm the existence of a non-random spatial relationship, we carried out random shuffle nearest neighbour analysis on IFN\(\gamma\)-treated NPCs (43). Actual distances between \(H\text{LA-B}\) spots and PML bodies were observed to be significantly shorter than simulated distances following
randomisation ($P < 0.0001$), confirming a positive spatial relationship (Fig. S7G and S7H). These results confirm that PML bodies are in closer proximity to the site of HLA-B transcription than would be expected by chance, supporting the hypothesis that PML is required for IFNγ-induced MHCI gene transcription.

**PML and MHCI mediate IFNγ-induced neurite outgrowth**

Having demonstrated a role for PML bodies in IFNγ-induced MHCI gene transcription, we next asked whether PML and MHCI were required for the IFNγ-dependent increased neurite outgrowth. MHCI proteins have previously been reported to be expressed during, and required for, neurite outgrowth in primary cultured rodent neurons (15). To examine the role of MHCI proteins in IFNγ-induced neurite outgrowth, we first carried out instant (i)SIM super-resolution microscopy to determine the subcellular localisation of MHCI proteins HLA-A, HLA-B and HLA-C (Fig. 5A). We found MHCI proteins to be present in the neurites, growth cones and cell bodies of untreated neurons. We then examined the effects of IFNγ and As$_2$O$_3$-induced PML disruption on MHCI abundance in neurites and growth cones in neurons from three control hiPSC lines, following the experimental outline schematised in Fig. 4E ii. IFNγ treatment induced a significant increase in MHCI intensity within growth cones and neurite compartments (Fig. 5, B and C; neurites: $P = 0.0021$; growth cones: $P = 0.0012$). This increase was prevented by co-treatment with As$_2$O$_3$ in both compartments ($P = 1$ for both). MHCI was enriched in growth cones relative to the associated neurite in both untreated ($P = 0.0034$) and IFNγ-treated neurons ($P < 0.0001$; Fig. 5D). The enrichment of MHCI in growth cones was blocked by As$_2$O$_3$ treatment, both with and without IFNγ (Fig. 5D; As: $P = 0.40$; As = IFNγ: $P = 0.13$).
Figure 5: MHCI proteins are enriched in neuronal growth cones in a PML-dependent manner.
manner and disruption of PML prevents IFNγ-dependent neurite outgrowth.

(A and B) iSIM super-resolution images of Actin and MHCI in D30 neurons, with MHCI observable in cell bodies, neurites and growth cones, in UNTR, IFNγ, As and As + IFNγ treatment conditions. (C-F) Quantification of MHCI and Actin in D30 neurons, in neurites and growth cones. UNTR: n = 52 cells; IFNγ: n = 82 cells; As: n = 55 cells; As + IFNγ: n = 59 cells; 3 control cell lines. (C and E) One-way ANOVA with Tukey’s multiple comparison test. (D and F) Repeated measures two-way ANOVA with Sidak’s multiple comparison adjustment. (G) Fluorescence images of βIII-Tubulin and Hoechst staining acquired with CellInsight™ high content screening system operated by HCS Studio Software. (H) Automated tracing of βIII-Tubulin stained neurites in D30 UNTR, IFNγ, As, and As + IFNγ conditions carried out with CellInsight™ high content screening system. (I) Graph showing neurite total length per cell in D30 UNTR, IFNγ, As, and As + IFNγ conditions. n = 9 independent biological replicates. UNTR: 5,038 cells analysed; IFNγ: 5,668 cells analysed; As: 5,169 cells analysed; As + IFNγ: 3,210 cells analysed; 3 control cell lines. RM one-way ANOVA with Tukey’s multiple comparison test. Data generated with CellInsight™ high content screening operated by HCS Studio Software. Results are presented as means +/- SEM. *P < 0.05; **P < 0.01; ***P < 0.001; ****P < 0.0001; ns: not significant.

These results support a requirement for PML-dependent signalling in the expression and appropriate subcellular localisation of MHCI proteins both basally and following IFNγ exposure.

Significantly increased actin intensity was also observed in both neurites and growth cones following IFNγ treatment (Fig. 5E; neurites: P = 0.0020; growth cones: P = 0.0021). Co-treatment with As2O3 prevented this increase in both compartments (P = 1 for both). Actin staining intensity was also increased in growth cones relative to adjoining neurites following IFNγ treatment (P < 0.0001), and this enrichment was
prevented by co-treatment with As$_2$O$_3$ (Fig. 5F; As: $P = 0.57$; As + IFNγ: $P = 0.13$). Together, these results indicate that PML-dependent IFNγ-activated signalling pathways have a functional impact on growth cone composition and actin dynamics.

To determine whether intact PML bodies are required for IFNγ-dependent increased neurite outgrowth, we treated NPCs with IFNγ and As$_2$O$_3$ then continued differentiation of these cells into post-mitotic neurons and assessed neurite outgrowth. As previously described, we observed an increase in total neurite length per cell in the IFNγ-treated relative to the untreated neurons (Fig. 5, G, H and I; $P = 0.04$). Importantly, this increase was prevented by co-treatment with As$_2$O$_3$ ($P = 0.98$), supporting a requirement for PML in IFNγ-induced neurite outgrowth. These results support a model whereby IFNγ activates PML body formation, leading to MHC-I gene transcription, expression of MHC-I in growth cones and increased neurite outgrowth.

**IFNγ-mediated increase in MHC-I and neurite outgrowth requires expression of B2M**

To rule out non-specific effects of As$_2$O$_3$ and confirm the requirement for MHC-I in IFNγ-dependent neurite outgrowth, we investigated the effect of blocking MHC-I cell surface expression on IFNγ-induced morphological changes. To achieve this, we took advantage of the requirement for the B2M protein for cell surface expression of MHC-I (44). Firstly, we sought to demonstrate that IFNγ-induced expression of B2M protein was required for MHC-I expression in our NPCs. Indeed, we observed a significant increase in both B2M and MHC-I expression following exposure to IFNγ (Fig. 6, A, B and C; $P = 0.0011$). We then knocked down *B2M* in NPCs using a lentiviral vector.
Figure 6: Loss of B2M prevents MHCI cell surface expression and IFNγ-dependent neurite outgrowth.
(A) Confocal images of B2M, MHCI and Hoechst stained D18 NPCs, UNTR, IFNγ, IFNγ + shRNA scrambled and IFNγ + shRNA B2M knockdown treatment conditions. (B and C) Quantification of B2M and MHCI in D18 UNTR, IFNγ, IFNγ + shRNA scrambled and IFNγ + shRNA B2M knockdown. n = 3 independent biological replicates; >10,000 cells per condition; 3 control cell lines. One-way ANOVA with Tukey’s multiple comparison correction. (D) Confocal images of B2M, MHCI and Hoechst stained D18 MS3 HLA null UNTR and IFNγ-treated NPCs. (E and F) Quantification of B2M and MHCI in D18, MS3 HLA null UNTR and IFNγ-treated NPCs. MS3 HLA null UNTR: n = 3 biological replicates; >10,000 cells analysed; MS3 HLA null IFNγ: n = 3 biological replicates; >10,000 cells analysed. Paired t test. (G) Fluorescence images of βIII-Tubulin and Hoechst stained neurons and automated tracing of βIII-Tubulin stained neurites in D30 MS3 HLA null UNTR and IFNγ neurons. (H) Neurite total length per cell in D30 MS3 HLA null UNTR and IFNγ neurons. n = 5 independent biological replicates; MS3 HLA null UNTR >10,000 cells analysed; MS3 HLA null IFNγ >10,000 cells analysed. Paired t test. All images and data generated using Opera Phenix™ high content screening system. (I) Schematic depicting our proposed model for IFNγ-induced PML and MHCI-dependent neurite outgrowth. Results are presented as means +/- SEM. *P < 0.05; **P < 0.01; ***P < 0.001; ****P < 0.0001; ns: not significant.

containing B2M-targeting shRNA in the three control hiPSC lines. Virus containing non-targeting scrambled shRNA was used as a control. ShRNA-mediated knockdown of B2M blocked IFNγ-induced MHCI expression in NPCs (Fig. 6, A, C, IFNγ vs IFNγ + shRNA B2M k/d: P < 0.0001). These data confirm that B2M is required for IFNγ-induced upregulation of MHCI in NPCs. Next, we used a human embryonic stem cell (hESC) line, MS3 HLA null, in which the B2M gene has been excised using a CRISPR Cas9 nickase approach. This results in cells lacking cell surface MHCI. We used the MS3 HLA null hESC line to further investigate whether MHCI was required for IFNγ-induced neurite outgrowth. Five independently cultured biological replicates of MS3
HLA null hESCs were differentiated using the same neural induction protocol used with our neurons and subsequently, treated with IFNγ (25 ng/ml) on D17-21 (Fig. 1A; S1). Treatment of MS3 HLA null NPCs with IFNγ did not increase MHCI expression (Fig. 6, D, E and F; B2M: $P = 0.68$; MHCI: $P = 0.34$), consistent with the requirement for B2M for the expression of MHCI proteins. Critically, when we assessed neurite outgrowth in MS3 HLA null neurons following IFNγ treatment, we no longer observed an effect of treatment on total neurite length (Fig. 6, G and H; $P = 0.74$). Taken together, these data demonstrate that IFNγ-mediated alterations in neurite outgrowth require the expression of B2M and MHCI proteins (Fig. 6I).

**Discussion**

Epidemiological and animal studies support a role for antiviral inflammatory activation in the aetiology of neurodevelopmental disorders. While the molecular mechanisms that underlie this association are unclear, inflammatory cytokines are thought to play a central role (11). In this study, we used hiPSCs to examine the impact of IFNγ exposure during human neuronal differentiation. Intriguingly, we observed morphological and transcriptomic changes previously associated with neurodevelopmental disorders. We propose a model where IFNγ promotes neurite outgrowth by a PML-dependent long-lasting upregulation of MHCI proteins at neuronal growth cones (Fig. 6I). To our knowledge, the mechanisms through which transient developmental immune activation cause lasting alterations in neuronal phenotypes have not previously been examined in a human system.
IFNγ exposure at the neural progenitor stage increased neurite outgrowth in human neurons. This was measurable as both neurite length and branch number. Our observation is consistent with studies of mouse NPCs (45, 46) and a human cancer cell line (47). This study is the first report of this effect in human neurons. Neurite outgrowth is a fundamental stage of neuronal maturation, where neural progenitors extend processes which can later become axons or dendrites. However, an increase in neurite outgrowth at an early stage of development may not result in a more extensive dendritic or axonal arbor in mature neurons. Nevertheless, alterations in neurite outgrowth in the developing brain would be predicted to have implications for neuronal connectivity and ultimately brain function. Increased neurite outgrowth has been found in hiPSC-neurons derived from individuals with ASD (25–27). Abnormalities in neurite outgrowth have also been observed in hiPSC-neurons from SZ patients (48). It is important to note that the extent to which cultured hiPSC-neurons faithfully recapitulate neuronal morphogenesis in the developing brain is unknown. Nonetheless, post-mortem studies of individuals diagnosed with ASD and SZ have pointed to abnormal cortical neuron organisation, dendritic arborization and dendritic spine density (49). Furthermore, the macrocephaly present in some ASD cases has been attributed to increased dendrite number and size (50). Interestingly, offspring of pregnant dams exposed to a single gestational dose of poly(I:C) also display altered cortical development, with perturbed dendritic and synapse formation (6, 11, 21, 24). Further evidence comes from large-scale genetic studies of ASD and SZ, which consistently identify genes encoding synaptic proteins and those involved in neuronal maturation (34, 51). Thus, although a causative role has not been established, these reports suggest that disturbed neurite outgrowth may be relevant to the pathophysiology of neurodevelopmental disorders.
A key question we sought to address was how transient immune activation could have a lasting impact on neuronal phenotype. PML nuclear bodies are chromatin associated organelles that play an important role in viral infection response and transcriptional regulation. Moreover, PML is involved in neuronal development and function (22, 23). We found that IFNγ established a long-lasting increase in PML body number during neuronal differentiation. PML bodies were spatially associated with the site of HLA-B transcription and their disruption prevented IFNγ-induced MHCI transcription. Furthermore, PML body disruption blocked IFNγ-induced neurite outgrowth. While this phenomenon has not been examined before in human neurons, interferon-induced transcriptional memory has previously been observed in human cancer cells (20), mouse embryonic fibroblasts and mouse bone-marrow derived macrophages (19). In the latter study, IFNγ pre-treated cells were shown to mount an enhanced antiviral transcriptional response, conferring resistance to viral infection (19). Importantly, PML nuclear bodies were shown to mediate IFNγ-dependent transcriptional memory for the MHC Class II DRA gene in human cancer cells (20). Building on these findings, our data indicate that IFNγ exposure in neural progenitor cells establishes PML-dependent transcriptional memory in MHCI genes that persists through human neuronal differentiation. Interestingly, both PML and HLA-B genes are upregulated in the post-mortem ASD brain (10). Consistent with this, we also observed increased expression of PML and HLA-B in NPCs from a small collection of ASD-iPSCs. This indicates that this pathway may be upregulated during development in ASD brains. Whether altered neurite outgrowth or neuronal/synaptic morphology in ASD brains is associated with elevated expression levels of PML or HLA-B requires further and detailed investigation. Moreover, such findings will need to be confirmed using a larger cohort
of ASD-iPSCs generated from both syndromic and idiopathic individuals to understand if such findings could potentially be generalised to a wider population.

Genes of the MHCI complex were among the top differentially expressed in both neural progenitors and neurons following IFNγ exposure. They exhibited evidence of transcriptional memory, where expression remained elevated in neurons that received a single IFNγ treatment at the NPC stage. Furthermore, these genes had a heightened response to neuronal treatment when primed at the progenitor stage. Using super resolution microscopy, we found that MHCI proteins were enriched in neuronal growth cones. Importantly, disruption of PML body formation prevented both MHCI enrichment in growth cones and IFNγ-induced neurite outgrowth. Moreover, IFNγ did not elicit the same neurite outgrowth phenotype in cells devoid of MHCI at the cell surface. These data indicate that MHCI proteins are involved in IFNγ-induced neurite outgrowth. The role MHCI proteins play in the cellular antiviral response is well established; they present antigens at the cell surface for detection by T cells. In addition, evidence is mounting for non-immune functions in the central nervous system. MHCI proteins have been found in neurons of the developing mammalian brain, where they have been shown to localise to neurites and neuronal growth cones (16, 31). They have been implicated in neurite outgrowth in mouse primary hippocampal neurons (15) and synaptic stability in the mouse visual system (52).

Intriguingly, gestational poly(I:C) also leads to an enduring increase in MHCI protein in mouse cortical neurites (21). It is noteworthy that the MHC locus has shown the strongest association with SZ in multiple genome wide association studies (53, 54), however, strong linkage disequilibrium in the region has made identifying the causal variants a challenge. Combined with the existing literature, our results indicate that
MHCI proteins are involved in IFNγ-induced neurite outgrowth. Further research is required to determine the mechanisms through which MHCI proteins alter growth cone dynamics.

A growing body of evidence indicates that genetic variants associated with SZ and ASD manifest their risk during critical periods of early brain development (8, 55–57). Alterations in the expression and function of risk genes disturb fundamental processes involved in neuronal differentiation and maturation (34, 35). In this study, we found evidence that IFNγ exposure during human neuronal differentiation disproportionately altered the expression of genes associated with these disorders. More specifically, we found that common variants associated with SZ by GWAS significantly overlapped with genes that were downregulated by both NPCs and neurons in response to IFNγ. The association between IFNγ signalling and genetic risk for SZ was supported by additional analyses of risk genes identified by the PsychENCODE consortium, which revealed enrichment in both genes downregulated by NPCs and upregulated by neurons in response to IFNγ. In total, 104 of the PsychENCODE SZ risk genes responded to IFNγ in our study. Many high profile candidates were among them, including FOXP1, ATXN7, TSNARE1 and ZNF804A. This convergence of genetic and environmental risk factors may speak to the association between maternal immune activation and SZ.

The extent to which the IFNγ response overlaps with genetic risk for ASD is less clear. A similar association between IFNγ-responding genes and common ASD risk variants was not found. This could be due to the fact that GWAS studies have uncovered considerably fewer genome-wide significant loci for ASD to date (35). As common
variants are thought to represent less than 20% of genetic risk for ASD (58), we also carried out overlap analysis with ASD risk genes from the SFARI database which includes rare single gene mutations. We found enrichment of SFARI category 1-4 genes in the gene set downregulated by NPCs in response to IFNγ. However, this result was not supported by analysis with the shorter high confidence category 1-2 gene list. This inconsistency could be explained either by the reduced sample size of the shorter list reducing statistical power, or by the inclusion of false positives in the broader gene list. Regardless, a total of 66 SFARI defined ASD risk genes responded to IFNγ in NPCs and neurons. High confidence genes such as PTEN, TCF4, SHANK2, NLGN3 and NRXN3 were among them. PTEN was downregulated in neurons after IFNγ exposure in our study, consistent with the reduced activity caused by ASD-associated variants (59). This example illustrates how IFNγ can influence risk genes in a similar manner to disease associated genetic variants. It is not clear whether IFNγ-responding risk genes are involved in the neurite phenotype we describe above. However, similar dysregulation in response to developmental inflammatory stimuli in vivo would be expected to have implications for brain development.

We also observed a significant overlap between genes that were differentially expressed in response to IFNγ in our model with those found to be dysregulated in post-mortem ASD and SZ brains. The overlapping genes were enriched for genes of the IFNγ signalling pathway and antiviral response genes. The upregulation of immune and inflammatory factors is a consistent finding of transcriptomic studies of ASD and SZ brains (10). While this signal has typically been assumed to be driven by microglia, our results suggest that it may also have a neuronal origin. This observation provides
validity to our model as IFNγ alters gene expression in a manner consistent with the dysregulation observed in the brains of patients with these disorders.

In summary, we find that antiviral immune activation in human NPCs induces morphological and transcriptomic changes associated with neurodevelopmental disorders. NPCs are thought to be central to the aetiology of these conditions. Their disruption can have lasting implications for neuronal migration, maturation and function (60). Recently, Schafer and colleagues observed that hiPSC-neurons from individuals with ASD displayed increased neurite outgrowth (27). Importantly, they demonstrated that this phenotype was mediated by aberrant gene expression in NPCs and could be prevented by bypassing the NPC stage, through direct conversion to neurons. In our study, we find that pathological priming of NPCs with IFNγ has a similar effect. Thus, perturbation of normal gene expression in NPCs, whether genetic or environmental, leads to altered neuronal maturation. The degree to which this phenotype contributes to neurodevelopmental disorders remains an open question. Further investigation is required to determine whether the IFNγ-responding SZ and ASD risk genes contribute to the neurite outgrowth phenotype and whether PML or MHCI mediate perturbed risk gene expression. Nonetheless, our results highlight IFNγ signalling as a plausible link between early immune activation and neurodevelopmental disorders. This work provides a framework for future study of immune activation and gene-environment interaction in human neural development.

**Materials and Methods**
Study design

The initial objective was to determine whether IFNγ treatment of hiPSC-NPCs followed by continued differentiation into postmitotic neurons led to recapitulation of morphological characteristics of hiPSC-neurons derived from individuals with ASD. Subsequently, we carried out RNA-sequencing to determine the transcriptional changes brought about by acute treatment, pre-treatment and double-treatment with IFNγ in NPCs and neurons. We carried out gene enrichment analysis to test the hypotheses that IFNγ would disproportionately alter the expression of SZ and ASD risk genes as well as those that are differentially expressed in post-mortem brains of individuals with these disorders. Further hypotheses were generated to test the requirement for PML nuclear bodies in IFNγ-dependent MHCI transcription and the requirement for PML and MHCI in IFNγ-dependent increased neurite outgrowth. No data were excluded from any dataset. To account for variability between cultures, multiple biological replicates were generated where appropriate and as specified. Cells from a given hiPSC line were considered to be independent biological replicates when they were generated from hiPSC samples with a different passage number. Treatments were carried out on cells within the same biological replicate and paired or grouped statistical analysis was carried out, to limit the impact of this variability on measured outcomes. The numbers of hiPSC lines and biological replicates, sample sizes and statistical tests used are specified in figure legends. Experiment specific parameters are outlined in the methodology section below.

HiPSC generation and neuralisation and treatment

Participants were recruited and methods carried out in accordance to the ‘Patient iPSCs for Neurodevelopmental Disorders (PiNDs) study’ (REC No 13/LO/1218).
Informed consent was obtained from all subjects for participation in the PiNDS study. Ethical approval for the PiNDS study was provided by the NHS Research Ethics Committee at the South London and Maudsley (SLaM) NHS R&D Office. HiPSCs were generated from human hair follicle keratinocytes, derived from three control males with no known psychiatric conditions and three males with diagnosed ASD (Table S1). Three control and one ASD hiPSC lines were generated using a polycistronic lentiviral construct co-expressing the four reprogramming transcription factors, OCT4, SOX2, KLF4 and c-MYC, as previously reported (61). Two ASD lines were generated using CytoTune™ Sendai reprogramming kits (Thermo Fischer A16517). HiPSCs reprogramming was validated as previously described (26, 28, 61, 62). Briefly, genome-wide expression profiling using Illumina BeadChip v4 and the bioinformatics tool 'Pluritest' was used to confirm hiPSC identity. Pluripotency was established through differentiation into embryoid bodies, followed by immunocytochemistry for markers from the three germ layers. Expression of pluripotency markers, NANOG, OCT4, SSEA4 and TRA1-81 was confirmed by immunocytochemistry. The Illumina Human CytoSNP-12v2.1 BeadChip array and KaryoStudio analysis software (Illumina) were used to assess genome integrity (Table S1).

HiPSCs were cultured in StemFlex media (Gibco, A3349401) on 6-well plates (Thermo Fischer: 140675) coated with Geltrex basement membrane matrix (Thermo Fisher, A1413302). Cells were passaged upon reaching 60-70% confluency, by incubation with a calcium chelator, EDTA (Thermo Fisher: 15040-33), followed by detachment with a cell lifter to maintain intact hiPSC colonies.
HiPSCs were differentiated as previously reported (26). HiPSCs were grown until 95-100% confluent then neuralised using a modified dual SMAD inhibition protocol (63). For neuralisation, StemFlex was replaced with a 1:1 mixture of N2 and B27 supplemented medium, made following manufacturer guidelines (Thermo Fisher, 17502048; 17504044) to which SMAD and Wnt inhibitors, (SB431542, 10μM, and Dorsomorphin, 1μM and XAV939, 2μM) were added (hereafter known as N2:B27+++). This was replaced daily until Day (D) 7, when cells were dissociated using Accutase (Life Technologies, A11105-01) and re-plated at a 1:1 ratio into N2:B27 ++++, supplemented with Rock inhibitor (Merck, Y27632) to prevent apoptosis. From D8 onwards, SMAD and WNT inhibitors were excluded from medium and cells received daily N2:B27 medium alone. Cells were dissociated and re-plated on D12, D16 and D19 and D21. From D9 a uniform sheet of SOX2 / NESTIN positive cells was observed (Fig. S1). From D17 cells were observed to self-organise into neuroepithelial rosettes, expressing apical polarity marker PKCλ with mitotic, PH3-expressing cells located at the apical pole (Fig. S1). On D21 cells were plated into Poly-D-Lysine (5µg/ml Merck, P6407) and laminin (20µg/ml, Merck, L2020) coated plates, in B27 media, supplemented with Notch inhibitor, DAPT, to induce cell cycle exit. From this point onwards βIII-Tubulin expression and neurite extension were observed (Fig. S1). Cells received IFNγ (Abcam, AB9659) at a concentration of 25ng/ml on D17-21 and D29-30 and arsenic trioxide, As2O3 (Trisenox™, Teva) at a concentration of 1μM on D16-21, as specified.

Embryonic stem cell generation and neuralisation and treatment
The human embryonic stem cell (hESC) line, MasterShef 3 HLA null was cultured as previously described for hiPSCs but using Laminin LN-521 5µg/ml (BioLamina, Sweden) coated plates. Mastershef 3 HLA null was created using CRISPR Cas9 nickase technology. Two plasmids containing a mutant Cas9D10A nickase plus different reporter genes GFP and dTomato (pSpCas9n(BB)_2A_GFP, pSpCas9n(BB)_2A_dTomato) with different guide RNAs targeting the Beta-2-Microglobulin (B2M) gene were transfected into the parent line, followed by single cell sorting 4 days later for GFP/dTomato double positive cells. Single cells were seeded onto LN-521 coated 96 well plates and colonies picked after 7-10 days. Colonies were screened by PCR for B2M expression, by flow cytometry for MHCI knockout, by T7 mismatch cleavage assay and finally Sanger sequencing of chosen clones. hESCs were expanded and differentiated using identical protocols to hiPSC lines described above.

**B2M knockdown**

*B2M* was knocked down using lentiviral particles containing *B2M*-targeting shRNA (OriGene, TL314543V, Virus A). Non-targeting scrambled shRNA from the same kit was used as a control. Cells were exposed to the shRNA on D14 for 18 hours at MOI 8. NPCs were treated with IFNγ on D17 for 24h and fixed on D18. These experiments were carried out in biological triplicate for all three control hiPSC lines.

**RNA Sequencing**
RNA samples were collected in Trizol Reagent (Thermo Fisher, 15596026) and RNA extraction was performed using an RNEasy kit (Qiagen, 74104). Each experimental condition was repeated in the three control hiPSC lines (Table S1). Libraries were prepared using the TruSeq RNA Library Preparation Kit (Illumina, RS-122-2001) by the Wellcome Trust Centre for Human Genetics, University of Oxford. Libraries were pooled and sequenced on an Illumina HiSeq 4000, resulting in an average of 38 million 75 bp paired-end reads per sample. FASTQ files were processed with Trimmomatic (64) to quality trim the reads and remove adapters. The reads were then mapped to the human (GRCh38) reference genome using STAR (65). Count matrices were prepared using GenomicAlignments on Bioconductor (66) and differential gene expression analysis was carried out using the default Wald test in DESeq2 1.12.3 (30). All samples were run together using the design formula ~ cell line + treatment condition before using the contrast argument to extract the comparisons of interest. \( P \) values were adjusted using the Benjamini-Hochberg (BH) method and the threshold for differential expression was a BH-adjusted \( P \) value < 0.05. FASTQ files can be accessed from www.synapse.org/IFNG.

**Gene set enrichment analysis**

Gene ontology analysis was carried out with DAVID (67) to test for enrichment of biological process, molecular function and cellular component. Differentially expressed gene lists were tested for enrichment relative to a background of all genes awarded an adjusted \( P \) value for that comparison by DESeq2. The threshold for enrichment was a BH-adjusted \( P \) value < 0.05.
MAGMA 1.07b was used to test whether genes differentially expressed upon IFNγ treatment were enriched for genes implicated in SZ or ASD according to GWAS (32). GWAS summary statistics were downloaded from the Walters Group Data Repository (https://walters.psycm.cf.ac.uk/) and the Psychiatric Genomics Consortium website (https://www.med.unc.edu/pgc/download-results/). Variants corresponding to the extended MHC region (Assembly: GRCh37; Location: chr6: 25,000,000-34,000,000) were excluded due to the complex linkage disequilibrium structure of this locus. MAGMA was used to identify disease-associated genes as part of a gene-level enrichment analysis step that generates gene-level association statistic adjusted for gene size, variant density, and linkage disequilibrium using the 1000 Genomes Phase 3 European reference panel. Subsequently, MAGMA was used to test whether genes differentially expressed in NPCs or neurons in association with IFNγ treatment (split into up- and downregulated sets) were enriched with disease-associated genes identified in the gene-level enrichment analysis. Gene-set enrichment P values calculated in MAGMA were corrected for 8 tests (two time-points, two directions of effect and two psychiatric disorders tested) using the BH method.

Additional gene-set enrichment analysis was carried out for SZ risk genes defined by the PsychENCODE Consortium (34) and ASD risk genes from the SFARI database (categories 1-4 and 1-2, January 15th 2019 release) (36). None of the risk genes included in these analyses fell in the MHC region. Enrichment was tested using a two-tailed Fisher’s exact test in R, to test whether the proportion of risk genes in the differentially expressed set is more or less than expected by chance. Thus, the two variables analysed were differential expression status (differentially expressed vs not differentially expressed) and risk gene status (risk gene vs not risk gene). Analysis was limited to genes considered expressed in our samples according to the internal
filtering criteria of DESeq2. Up- and downregulated genes were tested separately. $P$ values were corrected for 12 tests (two time-points, two directions of effect and three gene lists tested) using the BH method.

Overlap analysis was carried out between IFNγ-responding genes detected in this study and genes found to be differentially expressed genes from post-mortem brains of ASD and SZ patients. The post-mortem data was from the PsychENCODE cross-disorder study, which employed 559 SZ, 51 ASD and 936 control post-mortem frontal and temporal cerebral cortex samples (10). Enrichment was tested using a two tailed Fisher’s exact test in R. Up- and downregulated genes were tested separately. $P$ values were corrected for 8 tests (two time-points, two directions of effect and two psychiatric disorders tested) using the BH method.

**Immunocytochemistry**

Cells were washed in phosphate-buffered saline (PBS), fixed in 4% paraformaldehyde (20 minutes at room temperature), washed three times in PBS and permeabilised and blocked using a solution of 4% Donkey Serum and 0.1% Triton in PBS, for one hour at room temperature (RT). Primary antibodies (Table S5) were diluted in blocking solution and applied overnight at 4°C. Following this, cells were washed three times in PBS and appropriate Alexa Fluor secondary antibodies (A-21202, A-21203, A-21206, A-21207, ThermoFisher) were applied in blocking solution for two hours at RT. Cells were then washed three times in PBS and counterstained with Hoechst 33342 (Merck, B2261). F-actin was detected using Alexa Fluor 488-conjugated phalloidin (ActinGreen 488 ReadyProbes, ThermoFischer, R37110), applied in PBS for 30 minutes following secondary antibody incubation and three washes in PBS.
High Content Cellomic Screening

For the initial neuronal morphology experiments, high content screening was performed using CellInsight™ (Thermo Scientific) operated by HCS Studio Software for automated measurement of neurite outgrowth. Cells were plated at a density of 9000 cells/cm² in PDL and laminin-coated 96 well Nunclon® plates (Merck, P8366), stained for βIII-Tubulin (Tuj1) for detection of both mature and immature neurites and counterstained with Hoechst 33342 to detect nuclei. The analysis pipeline involved initial detection of Hoechst-stained nuclei, detection of cell bodies using nuclei as seeds then detection of neurites originating from cell bodies. The following features were assessed for comprehensive examination of neuronal morphology: neurite total length per cell, neurite average length per cell, neurite count per cell, branch point count per cell. Averages were then taken for each condition within biological replicates. Identical detection parameters were used between conditions to allow direct comparison and paired statistical analysis. Analogous analysis was carried out for the MS3 HLA null hESC experiment with the Opera Phenix high content screening system (Perkin Elmer). Plating and staining were carried out as described above. The Opera Phenix was also used to quantify B2M and MHCI protein levels for the B2M shRNAi-mediated knockdown and MS3 HLA null hESC knockout studies. In both cases, cells were fixed and stained immediately after IFNγ treatment at D18. Protein expression was measured as average cellular intensity, normalised to no-primary controls.

Quantitative PCR
RNA samples were collected in Trizol Reagent (Thermo Fisher, 15596026) and RNA extraction was performed using an RNEasy kit (Qiagen, 74104). DNA digest was performed using a TURBO DNA-free kit (Thermo Fischer, AM1907) to remove residual genomic DNA from samples. Reverse transcription to generate cDNA was performed using SuperScript III (Invitrogen, 18080-044). QPCR was performed using EvaGreen Hot FirePol qPCR Mix Plus (Solis Biodyne, 08-24-00001) in a Biorad Chromo4 PCR detection system. QPCR primer sequences can be found in Table S6. Gene expression fold-changes between conditions were calculated using the Pfaffl comparative Ct method (68).

**RNA Fluorescence In Situ Hybridisation**

RNA FISH was carried out using an RNAScope™ double Z probe targeting pre-splicing HLA-B RNA (ACD, probe named Hs-HLAB-intron). Hybridisation and signal amplification was carried out using RNAScope™ 2.5 HD Detection Reagent kit (ACD, 322350), following manufacturer instructions. Briefly, cells were grown in 8-well chamber slides (Merck, C7057), fixed in 10% Neutral Buffered Formalin for 30 minutes at RT, washed in PBS and incubated with the probe for 2 hours at 40°C. Slides were washed and signal was amplified through a 6-step amplification process, followed by signal detection with a Fast-red chromogen label.

**Microscopy and image analysis**
Confocal images were taken with a Leica SP5 laser scanning confocal microscope, using 405/488/594nm lasers and a 63x (NA 1.4) oil immersion lens (Leica, Wetzlar, Germany), operated through Leica Application Suite Advanced Software (v.2.7.3). Super-resolution images were taken using a Visitech-iSIM module coupled to a Nikon Ti-E microscope with a Nikon 100x 1.49 NA TIRF oil immersion lens (Nikon, Japan), using 405/488/561nm lasers. Super-resolution images were deconvolved to increase contrast and resolution, using a Richardson-Lucy algorithm specific to the iSIM mode of imaging using the supplied NIS-Elements Advanced Research software (Nikon, Japan, v.4.6). Identical laser gain and offset settings were used within each biological replicate to enable direct comparison between conditions.

Semi-automated image analysis was performed using ImageJ software. Gaussian filters were applied to PML and RNAscope images to reduce noise and binary images were generated. Nuclei were used as boundaries within which PML and RNAscope spots were counted. Identical processing parameters were applied across conditions to allow paired or grouped statistical analysis. Numbers of PML bodies per µM² were measured within RNAscope spots, within RNAscope spot perimeter regions and within whole nuclei. RNAscope spot perimeter regions were defined as detected spot perimeters +/- 0.3 µm, generating a ring-shaped region of interest.

DiAna, an Image J Plugin (43), was used to assess the spatial distribution of objects. Binary images were generated from confocal images of PML and RNAscope staining. Centre-to-centre distances were measured from PML spots to RNAscope spots. Binary images of nuclei were used as a bounding box (mask) and randomised shuffle of objects in both channels was carried out 100 times. Centre-to-centre distances in shuffled images were computed and cumulated frequency distributions were
calculated for real and simulated distances. This was repeated for 9 images across 3 cell lines. Real and simulated distances within a given image were matched by percentile for paired analysis.

Data Collection and Statistics

Details of the statistical tests relating to differential expression and gene set enrichment are described in the RNA sequencing section above. All experiments were carried out using 3 independent iPSC lines derived from 3 unrelated male control or ASD-diagnosed individuals. Where possible multiple biological replicates of each line were used (as specified in figure legends). Paired sample tests were used for data obtained from matched treated and untreated pairs of samples, from the same cell line and biological replicate. Biological replicates were cultured together until 1-2 days prior to IFNγ, As₂O₃ or combined treatment, whereupon they were passaged into separate wells. All datasets were tested for normal distribution using the D’Agostino and Pearson test before further statistical analysis. Statistical tests used for analysis of each dataset and ‘n’ numbers of repeats are specified in the figure legends. Statistical tests used included t tests, Mann-Whitney tests, Wilcoxon matched-pairs test, Kruskal-Wallis test and one-way ANOVAs and two-way ANOVAs with Tukey and Sidak’s multiple comparison adjustment methods respectively. Statistical tests used for analysis of each dataset are specified in the figure legends. Repeated measures ANOVAs were used for comparison of data from the same cell line and biological replicate. The t test and Mann-Whitney test were used for comparison of two groups where data were unpaired and normally or non-normally distributed respectively. Paired t tests and Wilcoxon matched pairs test were used for comparison of two
groups where data were paired and normally or non-normally distributed respectively. Normal or repeated measures (RM) one-way ANOVAs were performed on datasets with more than two groups, where samples were ungrouped or grouped respectively. Normal or repeated measures (RM) two-way ANOVAs were performed on datasets with two input variables, where samples were ungrouped or grouped respectively. Statistical analysis was carried out using GraphPad Prism 8.

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**Data Aviability**

All data needed to evaluate the conclusions in the paper are present in the paper and/or the Supplementary Materials. Additional data available from authors upon request. RNASEq data can be found at www.synapse.org/IFNG.

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