

SOX transcription factors direct TCF-independent WNT/beta-catenin transcription.

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1 **ABSTRACT:**

2 WNT/ β -catenin signaling regulates gene expression across numerous biological contexts
3 including development, stem cell homeostasis and tissue regeneration, and dysregulation of this
4 pathway has been implicated in many diseases including cancer. One fundamental question is
5 how distinct WNT target genes are activated in a context-specific manner, given the dogma that
6 most, if not all, WNT/ β -catenin responsive transcription is mediated by TCF/LEF transcription
7 factors (TFs) that have similar DNA-binding specificities. Here we show that the SOX family of
8 TFs direct lineage-specific WNT/ β -catenin responsive transcription during the differentiation of
9 human pluripotent stem cells (hPSCs) into definitive endoderm (DE) and neuromesodermal
10 progenitors (NMPs). Using time-resolved multi-omics analyses, we show that β -catenin
11 association with chromatin is highly dynamic, colocalizing with distinct TCFs and/or SOX TFs at
12 distinct stages of differentiation, indicating both cooperative and competitive modes of genomic
13 interactions. We demonstrate that SOX17 and SOX2 are required to recruit β -catenin to hundreds
14 of lineage-specific WNT-responsive enhancers, many of which are not occupied by TCFs. At a
15 subset of these TCF-independent enhancers, SOX TFs are required to both establish a
16 permissive chromatin landscape and recruit a WNT-enhanceosome complex that includes β -
17 catenin, BCL9, PYGO and transcriptional coactivators to direct SOX/ β -catenin-dependent
18 transcription. Given that SOX TFs are expressed in almost every cell type, these results have
19 broad mechanistic implications for the specificity of WNT responses across many developmental
20 and disease contexts.

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39 INTRODUCTION:

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41 WNT/ β -catenin signaling is used reiteratively in all metazoans with critical roles throughout
42 the life of an organism ranging from cell-fate determination in embryogenesis, organogenesis and
43 tissue regeneration to adult stem-cell homeostasis¹. Dysregulation of the WNT pathway is
44 associated with a range of human diseases, from cancer to neurodegeneration². Despite being
45 the subject of intense study for decades, how the WNT pathway executes its context-dependent
46 roles through the selective transcription of distinct context-specific target genes remains poorly
47 understood^{3,4}.

48 In the canonical WNT pathway, recruitment of β -catenin (CTNNB1) to enhancers is the
49 key event initiating transcription⁵⁻⁷. In cells not receiving a WNT signal, cytosolic β -catenin is
50 phosphorylated by glycogen synthase kinase (GSK3 β) and targeted to a proteosomal degradation
51 complex. The binding of WNT ligands to FZD/LRP receptors on the cell surface leads to the
52 inactivation of the destruction complex, allowing non-phosphorylated β -catenin to accumulate and
53 localize to the nucleus. Upon its translocation to the nucleus, β -catenin associates with DNA-
54 binding TCF/LEF (hereafter TCF) transcription factors (TFs), where it is thought to displace,
55 and/or lead to the inactivation of, TLE/Groucho co-repressors resulting in the transcription of WNT
56 target genes^{3,8}. Recent studies have provided a more integrated view of this transcription
57 complex, known as the “WNT-enhanceosome”, that is assembled on WNT responsive enhancers
58 (WREs). β -catenin/TCF on chromatin interact with several cofactors including: BCL9, PYGOPUS,
59 CHIP/LDB/SSDP and the BAF complex. Current models propose that upon WNT signaling,
60 recruitment of β -catenin results in a conformational change in the WNT-enhanceosome and an
61 association of WREs with their cognate promoters, recruitment of histone acetyltransferases
62 (Ep300/CBP), activation of RNA polymerase II and transcription initiation⁹⁻¹¹. Yet, how β -catenin
63 is recruited to distinct WREs in different cellular contexts remains a mystery. One of the major
64 challenges is that β -catenin itself cannot bind DNA and is dependent on interactions with DNA-
65 binding TFs for its recruitment to WREs⁵.

66 Decades of research indicate that the TCF family of HMG-box TFs are core mediators of
67 WNT-responsive transcription by physically interacting with β -catenin and recruiting it to WREs.
68 There are four mammalian TCFs: TCF7, TCF7L1, TCF7L2 and LEF1¹² that *in vitro* all bind as
69 monomers to nearly identical 5'-SATCAAGS-3' DNA-sequences¹³. Genetic studies indicate that
70 different TCFs have largely redundant functions^{14,15} and ChIP-Seq datasets show that they co-
71 occupy many of the same chromatin loci *in vivo*^{16,17}. A few mechanisms have been proposed to

72 account for some degree of variability in DNA-binding, such as alternative RNA-splicing variants
73 of TCF¹⁸, but this is insufficient to account for the diversity of WNT target genes. Thus, it remains
74 largely unclear how TCFs alone with very similar DNA-binding specificities can regulate the vast
75 diversity of context specific WNT-responsive transcription. Over the years, increasing evidence
76 has emerged that β -catenin can interact with other TFs in addition to TCFs, including OCT4,
77 TBX3, HIF1 α , SMAD and SOX TFs^{19–22}, however whether these can recruit β -catenin to context-
78 specific enhancers throughout the genome to account for the diversity of WNT-response
79 transcription is unclear.

80 One of the strongest candidates for an alternative TF family that could mediate Wnt-
81 responsive transcription is the SOX family. Related to TCFs, the twenty SOX factors in humans
82 are conserved HMG-box DNA-binding domain TFs that recognize similar but distinct variations of
83 a core WWCAAW motif^{23–25}. Many SOX TFs have been reported to bind to β -catenin *in vitro* and
84 can antagonize or potentiate WNT-responsive transcription of an artificial TOP:flash reporter, in
85 overexpression conditions^{26–34}. However, relatively little is known about SOX/ β -catenin
86 interactions *in vivo* and the extent to which SOX TFs can modulate the specificity of WNT
87 responsive transcription. In mouse neural progenitor cells, Sox2 can interact with β -cat/Lef1 to
88 repress the well-known pro-proliferative Wnt target gene *Cyclin D1*³⁵. Moreover, we recently
89 showed in *Xenopus* gastrulae that Sox17 and β -catenin co-occupy endodermal enhancers to
90 regulate lineage-specific gene expression^{27,36}. However, whether Sox17 mechanistically
91 regulates β -catenin chromatin association remains unclear.

92 In this study, we test the hypothesis that SOX TFs can function as lineage-specific
93 mediators of WNT/ β -catenin transcription during development. Using the directed differentiation
94 of human pluripotent stem cells (hPSCs) into definitive endoderm (DE) and neuromesodermal
95 progenitors (NMPs) and time-resolved ChIP-Seq, ATAC-Seq and RNA-Seq experiments, we
96 show that β -catenin chromatin binding is highly dynamic and is associated with distinct genomic
97 loci as differentiation proceeds. We show that β -catenin colocalizes with different combinations
98 of just TCFs, TCF and SOX, or just SOX TFs, with evidence of both cooperative and competitive
99 genomic interactions. We demonstrate that SOX17 (in DE) and SOX2 (in NMPs) are required to
100 recruit β -catenin to hundreds of lineage-specific WNT-responsive enhancers, many of which are
101 not bound by TCFs. At a subset of these TCF-independent enhancers, SOX TFs are required to
102 both establish a permissive chromatin landscape and recruit a WNT-enhanceosome complex
103 including β -catenin, BCL9, PYGO and transcriptional coactivators to direct SOX/ β -catenin-
104 dependent transcription. These results have important implications for how the combination of

105 TCFs and lineage-specific TFs such as the SOXs might regulate distinct transcriptional programs
106 downstream of WNT signaling in diverse biological contexts.

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108 **RESULTS:**

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110 **β -catenin binds dynamically to distinct lineage-specific enhancers during endoderm** 111 **differentiation.**

112 To characterize lineage-specific genomic recruitment of β -catenin during development,
113 we performed a time course analysis of hPSCs differentiated to DE. We treated hPSCs with
114 recombinant Activin A and the GSK3 β inhibitor CHIR99021 to stimulate the WNT/ β -catenin
115 pathway for three days [Fig 1A]. This protocol mimics the NODAL and WNT signaling in the
116 gastrula embryos and generated primitive streak-like mesendoderm cells on Day 1, endoderm
117 progenitors on Day 2 and a highly homogenous [$>90\%$] population of SOX17-expressing DE cells
118 on Day 3 [Fig 1A, B]. Immunostaining and western blot analyses confirmed that total β -catenin
119 levels and the transcriptionally active, K49-acetylated isoform of β -catenin³⁷ was present in the
120 nucleus of all cells from Days 1-3 [Fig 1B and S1A, B]. We then performed chromatin
121 immunoprecipitation coupled with high-throughput sequencing (ChIP-Seq) each day to profile β -
122 catenin chromatin binding during the progressive differentiation from pluripotency to DE. In the
123 Day 0 'WNT-OFF' pluripotency state, we detected negligible β -catenin binding with <750 peaks,
124 which increased upon CHIR treatment to 4501 peaks at Day1, 18608 peaks on Day2 and 11864
125 peaks on Day3 [Fig 1C, D]. Interestingly, β -catenin binding was observed at distinct genomic
126 regions on different days, suggesting that it regulated distinct transcriptional programs as lineage
127 specification proceeded. To identify these dynamic chromatin binding patterns, we merged all
128 significantly called peaks from all days and performed k-means clustering [Fig 1C, F-J; see
129 Methods]. This identified five distinct patterns: common peaks shared across all time points [$n =$
130 1972], Day 1 enriched peaks [$n = 1304$], Day 2 enriched peaks [$n = 8364$], peaks specific to Days
131 2 and 3 [$n = 7065$]; and Day 3 enriched peaks [$n = 2611$] [Fig 1C, F-J].

132 We next sought to identify which β -catenin binding events were associated with WNT-
133 responsive transcription. We performed RNA-Seq experiments every 24 hours during the
134 differentiation trajectory with or without WNT stimulation; cells were treated with Activin for 3 days
135 with either a WNT agonist (CHIR99021) or a WNT antagonist (C59) [Fig S2A, see Methods].
136 Differential expression analysis of the WNT-ON and WNT-OFF states identified WNT-responsive
137 transcripts on each day [Fig S2B – E, see Methods]. Principal component analysis showed that

138 when WNT signaling was inhibited from the beginning, cells could not differentiate and retained
139 a pluripotency-like transcriptional signature [Fig S2B] demonstrating that WNT is required for DE
140 differentiation. Integrating the ChIP-Seq and RNA-Seq data confirmed that the dynamic genomic
141 binding of β -catenin was indeed associated with different transcriptional programs on different
142 days [Fig 1D]. Unsupervised hierarchical clustering of all the direct WNT activated genes
143 associated with β -catenin binding across all days [Fig S2F–I] identified several distinct groups of
144 coregulated genes similar to the dynamic β -catenin binding patterns. These included ‘common’
145 WNT-responsive genes activated by CHIR irrespective of the day of differentiation [n=130] as well
146 as genes specifically regulated by CHIR on Day 1 [n = 121], Day 2 [n = 857] and Day 3 [n = 338]
147 [Fig S2F – I]. Gene ontology (GO) enrichment analysis [Fig S1C-G, S2F-I] revealed that
148 “common” genes associated with β -catenin binding and CHIR-dependent expression at all time
149 points included well-known universal WNT targets such as *SP5* and *AXIN2* and were associated
150 with terms such as ‘Wnt pathway’ and ‘cell-fate specification’ [Fig S1C-G, S2F-1]. In contrast,
151 direct β -catenin targets on Days 1-2 were enriched for terms related to gastrulation, mesoderm,
152 and endoderm formation. These included primitive streak genes such as *FGF4*, *ISL1* and *EPHA4*
153 which are expressed in both the mesoderm and endoderm. Day 3 direct targets were frequently
154 associated with genes expressed in mature epithelium such as *CTNND1* [Fig 1F-J, S2I].
155 Therefore, progressive DE specification is associated with rapid and dynamic β -catenin
156 relocalization to distinct lineage-specific genomic loci.

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158 **Changes in chromatin accessibility is not sufficient to account for dynamic β -catenin** 159 **binding**

160 One possible explanation for the dynamic binding of β -catenin to distinct genomic loci was
161 changes in the underlying chromatin accessibility landscape.³⁸ For example, Day 1 specific β -
162 catenin bound loci may only be accessible on Day 1 but compacted into nucleosomes on Days
163 2-3. To test this hypothesis, we performed time-course ATAC-Seq experiments every 24 hours
164 during differentiation and compared this with β -catenin binding [Fig 1K-O; Fig S1H - V]. This
165 revealed that although newly gained β -catenin binding sites were associated with increased
166 chromatin accessibility at lineage-specific loci [Fig 1K-O, Fig S1M-Q], in general, most β -catenin-
167 bound loci were accessible at all days of differentiation [Fig S1 R-V]. This was particularly
168 exemplified in peaks enriched specifically at Days 1 and 2, where β -catenin binding was rapidly
169 lost as differentiation proceeded despite the fact that most of the chromatin remained accessible;
170 >60% on Day 2 and > 40% on Day 3 [Fig S1 N,S]. Altogether, this time-resolved genomic analyses

171 of β -catenin occupancy indicates that lineage-specific WNT responsive transcription is mediated
172 by rapid β -catenin relocalization, highlighting further the need to understand the role of TFs in
173 mediating this recruitment.

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175 **SOX17 and β -catenin co-occupy an increasing number of genomic sites during**
176 **endoderm differentiation.**

177 Next, we sought to understand the extent to which dynamic localization of β -catenin to
178 different genomic regions over time could be explained by TCFs or SOX17, the main SOX TF
179 regulating endoderm development. Examination of the RNA-seq data showed that all four
180 TCF/LEFs were expressed during DE differentiation [Fig 2A]. Consistent with previous studies^{39–}
181 ⁴¹, *TCF7L1* and *TCF7L2* were the most highly expressed TCFs in pluripotent cells, whereas *TCF7*
182 and *LEF1* were not expressed in pluripotent cells but activated in response to WNT during
183 differentiation. We performed ChIP-Seq experiments every 24 hours to profile the binding
184 dynamics of all four TCFs and SOX17 during DE differentiation and compared this to β -catenin
185 occupancy. Peak overlap analysis revealed that 96% of β -catenin binding events [$n = 4328/4501$]
186 in Day 1 cells could be accounted for by occupancy of at least one TCF, consistent with the
187 concept of TCFs as predominant mediators of β -catenin binding [Fig 2B].

188 Surprisingly however, as differentiation progressed, we observed a progressive shift in co-
189 localization of β -catenin from TCFs to SOX17. In Day 2 cells, TCFs colocalized with β -catenin at
190 87% [$n = 16272/18608$] of genomic loci, and by Day 3, TCFs accounted for only 57% of β -catenin
191 binding [$n = 6731/11864$] [Fig 2B-D, F, Fig S3A-F]. In contrast, the number of loci co-occupied by
192 β -catenin and SOX17 increased from 16% at Day 1 to 43% at Day 2 and 83% in Day3 DE cells
193 [Fig 2B-D, F, Fig S3A-F]. Focusing on Day 3 DE, we identified four categories of peaks [Fig 2E,
194 F]: those co-occupied only by β -catenin and SOX17 but not TCFs such as that associated with
195 *BMP4* [$n = 4224/11717$, 36%], loci bound by β -catenin/SOX17/TCF such as *TBX3* [$n =$
196 $5544/11717$, 47%], loci co-bound by β -catenin and at least one TCF, but not bound by SOX17
197 including *LHX8* [$n = 1187/11717$, 10%] and β -catenin binding events where we could not detect
198 co-binding of either TCFs or SOX17 [$n = 762/11717$, 7%] [Fig 2E-I]. *De-novo* motif analysis
199 revealed, as expected for DE enhancers⁴², an enrichment of GATA, FOXA and SOX DNA-binding
200 motifs across all Day 3 peak categories [Fig S3G]. Time-resolved analyses of TCF and SOX motif
201 enrichment in the different categories showed an increase of SOX motifs relative to TCF DNA
202 binding sites that correlated with increased SOX17/ β -catenin co-occupancy [Fig 2J – M]. These
203 data argue that TCFs alone cannot account for the total extent of β -catenin recruitment to

204 chromatin during progressive differentiation and indicate that DE-specific β -catenin binding
205 events are correlated with co-occupancy of SOX17 or SOX17 and TCFs.

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207 **SOX17 is required to recruit β -catenin to DE specific WNT-responsive enhancers.**

208 We next assessed whether SOX17 was required to recruit β -catenin to chromatin,
209 particularly in genomic regions not co-occupied by TCFs. To test this, we generated a CRISPR-
210 mediated SOX17-null mutant iPSC line [Fig S4A] and asked whether recruitment of β -catenin to
211 DE-specific genomic loci was compromised. Immunostaining and western blots confirmed a loss
212 of SOX17 and showed that total and nuclear β -catenin protein levels were unaltered in SOX17
213 knockout (KO) cells [Fig S4 B, C]. Similarly, loss of SOX17 did not affect mRNA or protein levels
214 of TCF7, TCF7L1 or TCF7L2, however, LEF1 was upregulated [Fig S4 D-F]. Immunostaining for
215 FOXA2 as well as RNA-Seq analysis confirmed that DE specification was compromised in
216 SOX17KO cells [Fig S4B, G - K].

217 We next performed β -catenin ChIP-Seq on Day 3 wildtype [WT] and SOX17KO cells,
218 identifying 13,131 peaks bound by β -catenin in WT cells as opposed to 41,058 β -catenin peaks
219 in SOX17KO cells. Differential binding analysis revealed three distinct categories of β -catenin
220 binding: i) β -catenin peaks lost in SOX17KO such as that associated with *BMP7* [n = 4337], ii) β -
221 catenin peaks largely unchanged in WT and SOX17KO like *DKK1* [n = 3894] and iii) β -catenin
222 peaks gained in SOX17KO cells such as *MEOX1* [n = 20496] [Fig 3A-F, Fig S5 A-D]. We next
223 assessed the extent to which SOX17-dependent changes in β -catenin binding correlated with
224 TCF co-occupancy [Fig 3A-C] by performing ChIP-Seq for all TCFs in both WT and SOX17KO
225 cells. We then quantified the status of SOX17 and TCF co-occupancy for each of these three
226 groups of β -catenin peaks by differential occupancy analysis. This revealed that 96% [n =
227 4136/4337] of β -catenin binding events lost in SOX17KO cells were co-bound by SOX17 in WT
228 cells, with only 30% [n = 1318/4337] also being co-bound by TCFs. Thus, the majority of the β -
229 catenin peaks lost in the SOX17KO cells showed no evidence of TCF co-occupancy. In contrast,
230 65% [n = 2088/3894] of the β -catenin peaks that were unchanged between WT and SOX17KO
231 were co-occupied by TCFs in WT cells and this increased to 90% TCF co-occupancy in SOX17KO
232 cells. The striking increase in *de-novo* β -catenin binding events in SOX17KO cells was also
233 associated with an increase in TCF-co-occupancy from 18% [n = 4373/24096] in WT DE to 85%
234 [n = 20008/24096] in SOX17KO cells as exemplified by the mesoderm-specific gene *MEOX1* [Fig
235 3C, F]. Interestingly, GO enrichment analysis indicated that genes associated with lost β -catenin
236 peaks were enriched for endoderm organogenesis, whereas genes associated with gained β -

237 catenin peaks were enriched for cardiac mesoderm and epithelial to mesenchymal transition [Fig.
238 S5I]. These data indicate that in the absence of SOX17, TCFs (primarily TCF7L2 and LEF1),
239 recruit β -catenin to different enhancers, many of which are associated with alternative lineages
240 [Fig S5 G,H].

241 We next determined the extent to which these changes in β -catenin binding in SOX17KO
242 cells was associated with changes in β -catenin/SOX17-dependent transcription. We performed
243 RNA-Seq on Day 3 WT and SOX17KO cells [FigS4G], identifying 3232 differentially regulated
244 transcripts. GO analysis of transcripts upregulated in SOX17KO [n = 1424] revealed enriched
245 terms related to mesoderm whereas downregulated transcripts were enriched for endoderm
246 differentiation terms [Fig S4H,I, Fig S6C]. Integrating the SOX17 and β -catenin ChIP-Seq and
247 RNA-Seq datasets, we identified 642 genes [corresponding to 1670 peaks] that were coordinately
248 co-occupied and coregulated by SOX17 and β -catenin [Fig 3G, H, Fig S6A, B]. Epigenetic
249 analysis showed that these SOX17/ β -catenin cobound peaks were enriched for H3K4me1 and
250 H3K27ac, histone marks indicative of poised and active enhancers [Fig S6D]^{43,44}. Further analysis
251 revealed that SOX17/ β -catenin co-activated genes had almost exclusively endoderm enriched
252 expression, whereas a substantial number of the SOX17/ β -catenin repressed and SOX17
253 repressed/ β -catenin activated genes were enriched in mesectodermal lineages [Fig S6C]. This
254 was consistent with our recent finding in *Xenopus* gastrulae where Sox17 promotes endoderm
255 fate while repressing mesectoderm identity³⁶. Next, we investigated the extent to which these
256 SOX17/ β -catenin coregulated and co-occupied enhancers were bound by TCFs. This revealed
257 that 41% of SOX17/ β -catenin coregulated enhancers had little to no evidence of TCF binding [Fig
258 3I, J, Fig S6E].

259 Together these data demonstrate that SOX17 is required to recruit β -catenin to a subset
260 endoderm-specific WNT-responsive enhancers, many of which have no evidence of TCF binding.
261 Loss of SOX17 leads to widespread relocalization of β -catenin genomic binding, in many cases
262 recruitment to mesodermal enhancers by TCFs, suggesting that SOX17 and TCFs might compete
263 to recruit β -catenin to different lineage-specific loci [Fig S6F].

264

265 **SOX17 is required to establish a permissive chromatin landscape at a subset of TCF-** 266 **independent endodermal enhancers.**

267 There is evidence that SOX TFs can act as pioneering factors by directly engaging
268 nucleosomes to regulate chromatin accessibility⁴⁵⁻⁴⁸, which might explain in part the loss of β -
269 catenin binding in SOX17KO cells. To address this possibility, we performed ATAC-Seq

270 experiments in Day 3 WT and SOX17KO cells. Differential peak analysis revealed 13737 genomic
271 regions with significantly increased accessibility based on ATAC-seq and 29580 regions that were
272 significantly less accessible in SOX17KO cells [Fig S7A]. We focused our analysis on those
273 enhancers that lost β -catenin binding in SOX17KO cells and that were enriched for SOX17 but
274 not TCF occupancy; we termed these ‘TCF-independent’ enhancers [Fig 4]. About half of the
275 TCF-independent enhancers [52%, n = 1577/3020] displayed decreased chromatin accessibility
276 in SOX17KO cells such as *SALL1* [termed as Class I enhancers] while the others did not display
277 significant SOX17-dependent changes in accessibility like *PRIMA1* [termed as Class II
278 enhancers] [Fig 4A, F]. We used the Nucleoatoc package⁴⁹ to predict nucleosome occupancy at
279 both classes of enhancers. We observed a similar dip in nucleosome occupancy at the ATAC-
280 seq peak centers of both Class I and Class II enhancers in WT cells, but in SOX17KO cells, there
281 was a significant increase in nucleosome occupancy in Class I relative to Class II enhancers,
282 confirming that SOX17 is required to establish chromatin accessibility at about half of the TCF-
283 independent enhancers [Fig 4B, C].

284 We next investigated whether SOX17 was required for the deposition of the histone mark
285 H3K27ac, a signature of transcriptionally active enhancers⁵⁰. H3K27ac ChIP-Seq of Day 3 WT
286 and SOX17KO cells showed a significant loss of H3K27ac deposition in SOX17KO cells at both
287 Class I and Class II enhancers, albeit to a lesser extent on Class II [Fig 4D, E]. Consistent with
288 this, analysis of gene expression associated with Class I and Class II enhancers revealed that
289 they were coregulated by both SOX17 and β -catenin to a similar extent [Fig 4G, Fig S7B],
290 suggesting that loss of chromatin accessibility alone is not sufficient to account for the failure to
291 activate these Wnt-responsive enhancers.

292 A similar analysis of peaks with unchanged β -catenin binding in WT and SOX17KO
293 showed little, if any, changes in chromatin accessibility or SOX17-dependent H3K27ac deposition
294 [Fig S7C – G]. In contrast, of the loci that gained *de-novo* β -catenin and TCF binding in SOX17KO
295 cells, 59% [n = 14291/24096] exhibited an open chromatin signature in SOX17KO cells. Of these,
296 67% [n = 7908/14291] exhibited significantly increased chromatin accessibility in SOX17KO
297 whereas the rest were unchanged [Fig S7H - J]. In both cases there was elevated H3K27ac
298 deposition at these loci in the absence of SOX17, [Fig S7K, L] consistent with activation of a
299 mesoderm transcriptional program.

300 Collectively, these results indicate that SOX17 can regulate lineage specific Wnt-
301 responsive transcription both by regulating chromatin accessibility and by recruiting β -catenin to
302 a subset of TCF-independent endoderm-specific enhancers. In addition, the data suggests that

303 upon loss of SOX17, mesoderm-specific loci become accessible [Fig S4J, K, Fig S7H-L] and that
304 TCFs can then recruit β -catenin to activate alternative Wnt-responsive transcriptional programs
305 at these WREs.

306

307 **Lineage-specific recruitment of β -catenin is a general feature of SOX TFs.**

308 Next, we investigated whether other SOX TFs also had the ability to regulate β -catenin
309 chromatin binding and lineage-specific WNT-responsive transcription. To test this, we used
310 hPSC-derived bipotent neuromesodermal progenitors (NMPs) where antagonistic interactions
311 between SOX2 and the TF TBXT control WNT-responsive cell fate decision between neural and
312 mesoderm-derived lineages^{51–53}. Previous ChIP-Seq analysis of mouse NMPs differentiated from
313 ESCs has shown that SOX2 co-occupies enhancers of several NMP targets together with TBXT
314 and β -catenin⁵³.

315 To investigate SOX2/ β -catenin interactions in NMPs, we used a CRISPRi SOX2 iPSC line
316 where deactivated Cas9 fused to the KRAB repressor domain is used to repress SOX2
317 expression in a doxycycline-dependent manner⁵⁴. Using previously published protocols⁵⁵, we
318 directed the differentiation of PSCs towards the NMP lineage through the addition of FGF8b and
319 the WNT agonist CHIR99021⁵⁵, generating relatively pure (>70%) populations of NMPs co-
320 expressing SOX2 and TBXT after 3 days of culture [Fig 5A,B]. To knock down (KD) SOX2 levels,
321 we treated cells with dox right after exit from pluripotency but before the onset of NMP
322 specification [Fig 5A, see Methods]. Immunostaining confirmed loss of SOX2 in the KD cells and
323 showed that there was no change in overall levels total or active nuclear β -catenin [Fig 5CB, Fig
324 S8BG]. Moreover, we did not observe any significant difference in mRNA or protein levels of any
325 of the TCFs in WT versus SOX2KD cells [Fig S8G, H].

326 To characterize the genomic binding of SOX2 and in β -catenin, we performed ChIP-Seq
327 experiments in NMP cells. These experiments revealed that 92% [n = 5662/6137] of β -catenin
328 bound genomic loci are also occupied by SOX2 [Fig5E]. We then performed β -catenin ChIP-Seq
329 in WT and SOX2KD NMP cells [Fig S9A]. Differential peak analysis revealed that SOX2KD led to
330 a significant loss of β -catenin binding at 4946 loci, while β -catenin binding was unchanged at
331 2711 loci and only 214 new β -catenin peaks were gained [Fig 5C,D FigS9 A-E]. *De-novo* motif
332 analysis revealed an enrichment of TCF DNA-binding sites in both lost and unchanged in β -
333 catenin peaks, while, as expected, SOX motifs were only enriched at loci that lost β -catenin
334 binding in SOX2KD cells [Fig S9F]. GO analyses of the genes associated with SOX2-dependent
335 β -catenin binding showed an enrichment for terms related to nervous system development, while

336 unchanged β -catenin peaks were enriched for terms related to mesoderm development. This is
337 consistent with the idea that SOX2 promotes neural fate in NMPs while WNT favors mesoderm
338 differentiation [Fig S9F].

339 To identify direct SOX2 and WNT target genes, we then performed RNA-seq on WT and
340 SOX2KD cells as well as on cultures where CHIR was replaced with C59 to inhibit WNT signaling
341 [Fig S8A, D; see Methods]. Differential expression analysis identified 865 SOX2 regulated and
342 2491 WNT regulated transcripts. GO analysis showed that the 346 genes downregulated in the
343 SOX2KD were enriched for ‘epidermis development’ and neurogenesis’ whereas the 519
344 upregulated genes were enriched for terms related to ‘WNT signaling’ and ‘A-P axis specification’
345 [Fig S8B, C]. WNT regulated genes had a similar but opposite functional annotation with CHIR
346 activated genes being enriched for ‘A/P axis specification’ and ‘mesoderm development’, while
347 WNT repressed gene were enriched for terms associated with nervous system development [Fig
348 S8E, F]. Integrating the ChIP-seq and RNA-seq data identified 209 enhancers, corresponding to
349 119 genes that were coordinately co-occupied and coregulated by SOX2 and β -catenin [Fig 5E.
350 S8I]. Consistent with an antagonistic relationship between SOX2 and WNT/ β -catenin, 42% of co-
351 occupied and coregulated genes [50/119] were SOX2 repressed but WNT activated whereas 29%
352 [34/119] were SOX2 activated and WNT repressed [Fig S8J].

353 Next, we evaluated TCF occupancy of the SOX2/ β -catenin co-bound loci by ChIP-seq for
354 TCF7L1 and LEF1, the two TCFs most highly expressed in NMPs. We found that 50%
355 [2483/4946] of the loci that lost β -catenin peaks in SOX2KD cells were also co-occupied by TCFs
356 like those associated with *MESP1*, while the other half had no evidence of TCF7L1 or LEF1
357 binding such as *TSHZ3* [Fig 5C-D, J; Fig S9 D – E.]. We then assessed chromatin accessibility
358 at loci with SOX2-dependent β -catenin binding by ATAC-Seq of WT and SOX2KD NMPs.
359 Surprisingly, we did not observe appreciable differences in ATAC-seq signal at loci that had
360 SOX2-dependent β -catenin binding with the majority of these loci being accessible in both WT
361 and SOX2KD cells [Fig S9G].

362 Collectively, our genomic analysis of SOX2/ β -catenin in NMPs and SOX17/ β -catenin in
363 DE demonstrate that SOX TFs are required to regulate β -catenin recruitment and lineage-specific
364 WNT responsive transcription. In some cases, SOXs co-occupy WREs with TCFs, in other cases
365 SOXs appear to recruit β -catenin independent of TCFs.

366

367 **SOX17 assembles a WNT-responsive transcription complex at TCF-independent**
368 **enhancers.**

369 To understand how SOX17 and β -catenin activate transcription, we focused on a subset
370 of SOX17/ β -catenin regulated TCF-independent enhancers. We tested a -60kb *CXCR4* and a -
371 33kb *BMP7* enhancer; both these genes were coregulated and co-occupied by SOX17 and β -
372 catenin, but had little evidence of TCF occupancy. DNA sequence analysis confirmed that both
373 these putative enhancers had several SOX17 but no TCF binding sites [see Methods,
374 Supplementary Table 4]. We termed this category of enhancers as ‘SOX-dependent’. Moreover,
375 *CXCR4* is a well-established DE marker co-expressing with SOX17 in both the developing mouse
376 endoderm and in human DE cultures^{56,57}. Interestingly, *BMP7* has been implicated as direct
377 SOX17 target during germ-cell differentiation, supporting a similar relationship in DE⁵⁸. As
378 controls, we also assessed exemplar ‘universal’ WREs corresponding to *SP5*⁵⁹ and *NKD1*⁶⁰, that
379 are activated through canonical β -catenin/TCF interactions. We termed this category of
380 enhancers as ‘TCF-dependent’. We cloned each of these enhancers into luciferase reporter
381 constructs and also generated versions where the putative SOX17 DNA-binding sites or TCF sites
382 were mutated (Δ SOX and Δ TCF respectively). We then transfected the WT or mutant enhancers
383 into PSCs differentiated into WT DE, SOX17KO Day 3 cultures (-SOX17) or Day 3 cultures where
384 β -catenin activity was inhibited by removal of CHIR and addition of C59 (-WNT). The *CXCR4* and
385 *BMP7* enhancers were both robustly active in WT DE and demonstrated significantly decreased
386 activity upon addition of the C59 (-WNT) or in SOX17KO (-SOX17) cells. Moreover, mutation of
387 the SOX17 DNA-binding sites dramatically reduced enhancer activity [Fig 6A].

388 In WT DE, the *SP5* enhancer displayed robust activity, and this was not altered in
389 SOX17KO cells. Motif analysis showed evidence of multiple TCF as well as SOX17 binding sites.
390 Mutating the SOX17 sites did not affect enhancer activity, while as expected, mutating TCF sites
391 led to a significant loss of reporter activity [Fig 6B]. This is consistent with the regulation of
392 endogenous *SP5* [Fig. 1, 3]. In contrast, *NKD1* is an example of a gene activated by WNT but
393 repressed by SOX17. Accordingly, the ‘wild-type’ *NKD1* enhancer had minimal transcriptional
394 activity in WT DE cells, but was activated in SOX17KO cells, or by mutating SOX17 sites. On the
395 other hand, mutating TCF sites led to decreased *NKD1* reporter activity [Fig 6B]. Together, these
396 data demonstrate that TCF-independent SOX17/ β -catenin-bound loci are *bona fide* WNT-
397 responsive enhancers. Further, our experiments recapitulate distinct modes of both SOX17 and
398 TCF occupancy and target gene regulation at distinct subsets of WREs.

399 Next, we performed reciprocal coimmunoprecipitation (coIP) experiments demonstrating
400 that SOX17 and β -catenin physically interact in DE cells [Fig 6C, D]. As expected, we also
401 observed a direct interaction between TCF7L2 and β -catenin in both WT and SOX17KO cells [Fig

402 S10A]. Reciprocal ChIP-reChIP experiments further confirmed that both SOX17 and β -catenin
403 directly interact at these SOX-dependent but not TCF-dependent enhancers [Fig6E, FigS10 B].

404 We next tested the hypothesis that SOX-dependent WREs can serve as a scaffold for
405 recruitment of transcriptional coactivators. β -catenin interacts with chromatin modifiers through
406 its C-terminal transactivation domain including BRG1 and p300^{8,61,62}. β -catenin also interacts with
407 components of the cohesin and mediator complexes, previously shown to be critical for
408 transactivation of TCF/ β -catenin target genes^{63–65}. CoIP assays demonstrated that both β -catenin
409 and SOX17 interact with BRG1 and the cohesin subunit SMC1 in DE cells [Fig 6C, D]. To assess
410 if SOX17 was required to recruit BRG1 to TCF-independent enhancers, we performed BRG1
411 ChIP-Seq in WT and SOX17KO cells. This revealed a substantial loss of BRG1 signal in
412 SOX17KO cells at those TCF-independent enhancers that we previously demonstrated exhibited
413 SOX17-dependent β -catenin binding [Fig 4, 6F, G]. We then performed ChIP-qPCR assays in
414 WT and SOX17KO cells for other previously known interactors of TCF/ β -catenin transcriptional
415 activation complexes including p300⁶⁶, the cohesin subunit SMC1, the cohesin loading protein
416 NIPBL⁶⁷ the mediator subunit MED12, as well as the core WNT enhanceosome components
417 BCL9 and PYGO^{68–70} [Fig 6H – K, FigS10 D-E]. In each case, SOX17 was required for efficient
418 recruitment to the TCF-independent SOX17/ β -catenin regulated DE enhancers *CXCR4* and
419 *SALL1*. In contrast, there was no difference in occupancy of these coactivators to the TCF-
420 dependent WREs *SP5*, *NKD1* and *CDX2* in SOX17KO cells [Fig. 6H-K, Fig S10D-E]. We did not
421 detect any differences in expression levels of WNT enhanceosome components or transcriptional
422 coactivators in WT and SOX17KO cells, suggesting that SOX17 is directly required to recruit
423 these interacting partners to SOX-dependent enhancers [Fig S10C].

424 Collectively, our data suggests that SOX17 is required to recruit β -catenin to a subset of
425 DE enhancers and assemble a TCF-independent transcription complex to activate lineage-
426 specific WNT-responsive transcription [Fig 6L].

427

428 **DISCUSSION:**

429 **Overview.** In this study, we tested the hypothesis that the SOX family of TFs function as lineage-
430 specific regulators of WNT responsive transcription. We showed that during hPSC-derived DE
431 differentiation, the recruitment of β -catenin to lineage-specific enhancers was highly dynamic and
432 cannot be accounted for completely by TCFs. During DE differentiation, there was an increased
433 number of genomic loci co-occupied by β -catenin and SOX17. The loss of SOX17 led to
434 widespread genomic relocalization of β -catenin binding, with SOX17 being required for the

435 recruitment β -catenin to a subset of enhancers that are WNT-responsive and SOX17-regulated,
436 but have no evidence of TCF binding. At some of these TCF-independent enhancers, SOX17 and
437 β -catenin interacted with Wnt-pathway components BCL9 and PYGO as well as transcriptional
438 coactivators p300, BRG1, MED12 and SMC1 to assemble a SOX17-dependent transcription
439 complex. Mutating SOX17 DNA binding sites led to a loss of transcriptional activity of these
440 enhancers. Similarly, we showed that SOX2 is also required for the chromatin recruitment of β -
441 catenin to regulate lineage-specific Wnt-responsive transcription in hPSC-derived NMP cells; half
442 of these loci also had no evidence of TCF co-occupancy. Although we have focused on the most
443 novel cases where SOXs appear to recruit β -catenin independent of TCFs, in both DE and NMPs,
444 many genomic loci are also co-occupied by SOXs, TCFs and β -catenin. Moreover, we observe
445 many WNT-responsive genomic loci that retain β -catenin binding irrespective of SOX17 depletion,
446 as well as a substantial proportion of loci that gain *de-novo* TCF/ β -catenin binding upon loss of
447 SOX17. These data suggest that the interplay between SOXs and TCFs is likely to be more
448 complex and that both cooperative and competitive interactions between SOX and TCF TFs may
449 regulate β -catenin recruitment to distinct context-specific loci.

450

451 **TCF-independent WNT-responsive transcription.** According to the current dogma, β -
452 catenin/TCF interactions mediate the vast majority, if not all, of WNT responsive transcription.
453 Indeed, in HEK293T and intestinal epithelial cells, β -catenin binding events almost completely
454 overlap with TCFs, and dominant negative TCF7L2 is sufficient to diminish β -catenin binding at
455 the vast majority of peaks⁷¹. While the central role of TCFs in mediating Wnt-responsive
456 transcription is not in doubt, it is still unclear whether TCFs can account for the full diversity of
457 Wnt-responsive transcription in different cell types, particularly during development. Indeed, a
458 recent study showed that despite deletion of all four TCFs in HEK293T, β -catenin retained
459 transcriptional activity and binding at some genomic loci.⁷² While other TFs have anecdotally been
460 shown to bind to β -catenin in various contexts (often *in vitro*) the notion that alternative TFs had
461 a major role in mediating WNT-responsive transcription, independent of TCFs has been
462 controversial.

463 Our systematic time-resolved genomic analyses shows that TCFs cannot account for the
464 full extent of β -catenin chromatin binding during DE differentiation. While β -catenin binding and
465 Wnt-responsive transcription is almost exclusively mediated by TCFs in Day 1 mesendoderm
466 cells, SOX17 accounts for an increasing proportion of β -catenin binding event as DE
467 differentiation progresses. Like SOX17, SOX2 can also regulate lineage-specific WNT responsive

468 transcription by directing β -catenin recruitment to lineage-specific neuromesodermal and
469 neuronal loci. Collectively, our studies indicate that SOX TFs account for a large proportion of the
470 genomic β -catenin binding in two different developmental lineages. One possibility is that β -
471 catenin/TCF interactions preferentially regulate context-independent functions, such as WNT-
472 mediated cell proliferation. In contrast, TCF-independent β -catenin/SOX or β -catenin/SOX/TCF
473 interactions may be more prevalent during development where transcriptional programs are more
474 dynamic. Further studies discriminating between these scenarios shall provide more insight into
475 how specific β -catenin is preferentially engaged by TCF vs. non-TCF TFs.

476
477 **SOX TFs as lineage-specific regulators of the WNT pathway.** Most, if not all SOX TFs are
478 reported to modulate WNT responsive transcription through reporter assays (TOP:flash) in
479 overexpression conditions²⁸. Similar to the TCFs, the SOX TFs bind the minor groove of DNA
480 through their HMG domains and induce a bend of 60-70°, facilitating interactions with local
481 chromatin modifiers and transcriptional coactivators and leading to transcription initiation⁷³. Our
482 study highlights the role of SOX17 and SOX2 as dual-function regulators of endodermal and
483 neuromesodermal lineages, respectively: not only are they required to activate lineage-specific
484 GRNs, but they directly repress alternate-lineage fates.

485 Despite binding DNA through low affinity sequences, the SOX TFs demonstrate
486 remarkable specificity in gene regulation. One attractive consideration is that they form lineage-
487 specific regulatory complexes with homologous or heterologous partners, thereby providing
488 specificity towards the regulation of its target genes. A classic example of the SOX ‘partner-
489 code’⁷⁴ is the SOX2-OCT4 heterodimer that’s critical for maintenance of pluripotency in PSCs²⁴,
490 and in mouse ESCs, they can physically associate with β -catenin/Tcf7l1⁷⁵. SOX TFs also display
491 remarkable differences outside of the HMG domain²³. Accordingly, SOX17, a SOXF group
492 member, cannot substitute for the functions of SOX2, a member of the SOXB1 group. Mutating
493 an acidic glutamate residue within SOX17 to lysine, however, enables it to bind to OCT, and
494 subsequently SOX2 binding sites at pluripotency related loci^{76,77}. In the future, it would be
495 interesting to identify and test if SOX subgroup-specific domains outside of the HMG-box are
496 required for selective β -catenin binding to lineage-specific loci.

497 Our ChIP-seq analyses show a large degree of overlap between β -catenin, SOX17 and
498 GATA6/GATA4 binding events during DE differentiation. This is consistent with previous studies
499 in *Xenopus* embryos where Sox17 and Gata4/6 coordinately regulate endoderm development^{27,78},
500 as well as recent studies that GATA6 functions upstream of SOX17 and FOXA2 to pattern an

501 endoderm-specific chromatin landscape and can directly interact with SOX17⁷⁹. Interestingly, β -
502 catenin/TCF7L2/GATA4 and TCF7L2/GATA2/GATA1 interactions have also been reported
503 during cardiac and erythroid lineages specification respectively^{80,81}. It is possible that SOX17-
504 GATA heterodimers recruit β -catenin to DE-specific enhancers. Future computational analyses
505 and biochemical experiments will allow us to distinguish between monomeric and multimeric
506 SOX17 sites and whether β -catenin is preferentially recruited solely by SOX17 or by a cluster of
507 lineage-specific TFs.

508

509 **Multiple modes of interactions between SOX and TCF TFs.** Our studies reveal multiple modes
510 of interactions between SOX and TCF TFs. In addition to TCF-independent enhancers, we identify
511 a subset of enhancers co-occupied by SOX17 and TCFs where β -catenin occupancy remains
512 unchanged in the presence and absence of SOX17. This is consistent with previous studies
513 showing that lineage-directing TFs like SOX and signal-determining TFs like TCFs act
514 combinatorically on tissue-specific enhancers; this is one likely mechanism directing lineage-
515 specific Wnt-responsive transcription at a subset of genomic loci^{20,81}. *In-vitro* protein binding
516 assays using recombinant Sox17, Tcf7l2 and β -catenin have shown that they can form a trimeric
517 complex²⁶. Interestingly, at endogenous levels in DE cells, we could not detect a physical
518 interaction between SOX17 and TCF7L2. Sequence analysis of enhancers co-occupied by
519 SOX17 and TCFs show that the majority of SOX17 and TCF binding sites are >50bp away from
520 each other. However, since they are both HMG box TFs that bend DNA, it is conceivable that
521 despite being distant from each other on linear DNA, they might cooperatively bind β -catenin. On
522 the other hand, our results show that the global increase in *de-novo* β -catenin/TCF binding in
523 SOX17KO cells. These points to an interesting possibility that SOX17 and TCFs compete for
524 recruitment of a finite amount of nuclear β -catenin. Future genomic and biochemical experiments
525 with careful titration of SOX and TCF levels will be important to test this.

526

527 **The WNT/ β -catenin enhanceosome complex.** Several studies have recently identified nuclear
528 proteins required for the assembly of a β -catenin-responsive transcription complex – termed the
529 WNT enhanceosome^{9,10}. While components such as PYGO potentiate the transactivation of WNT
530 target genes, BCL9 acts as a bridge to tether β -catenin to PYGO^{68,82}. It's been proposed that
531 upon WNT stimulation and recruitment of β -catenin to chromatin by TCFs, the WNT
532 enhanceosome undergoes a conformational change to bring the distal enhancer in close proximity
533 to its cognate promoter, leading to the recruitment of RNA PolII and transcriptional activation⁶⁷.

534 The notion that TFs other than TCF might function to integrate the multiple components of this
535 enhanceosome has been proposed previously¹¹. For example, TBX3 associates with the WNT
536 enhanceosome through interactions with BCL9²² and the RUNX family of TFs can interact with
537 the ChiLS complex⁹. However, the extent to which these TFs can regulate β -catenin genomic
538 recruitment is unknown.

539 Our experiments show that on TCF-independent WNT responsive enhancers, SOX17 is
540 required for the recruitment of BCL9, PYGO2, as well as transcriptional coactivators p300, BRG1,
541 MED12 and SMC2, which physically interact with the β -catenin C-terminal transactivation domain.
542 However, the hierarchy and the sequential order in which SOX17 and the WNT enhanceosome
543 complex are assembled on DNA remains to be determined. An attractive hypothesis supported
544 by our data is that SOX17 acts in a sequential manner to first increase the chromatin accessibility
545 at specific enhancers, perhaps acting as a pioneer TF. This then sets the scene for SOX17 to
546 recruit enhanceosome components like Pygopus which facilitates the loading β -catenin, similar
547 to a model that's been proposed to prime β -catenin/TCF enhancers to respond to WNT
548 activation⁹. Ultimately, elucidation of the SOX17/ β -catenin/DNA complex structure, coupled with
549 proteomics and biochemical assays will be critical to dissect the mechanisms assembling a
550 SOX17/ β -catenin transcription complex.

551 Another interesting possibility, in the context of enhancers cobound by SOX, β -catenin
552 and TCF, is that SOX TFs might recruit coactivators or corepressors to potentiate or repress
553 traditional TCF/ β -catenin. Indeed, SOX9 is reported to enhance β -catenin phosphorylation and
554 turnover in chondrocytes^{31,83}, and in SW480 cells, SOX17 negatively regulates WNT responses²⁶.
555 While our results show no appreciable differences in β -catenin or TCF protein levels between WT
556 and SOX17KO cells, it is possible that SOX17 instead regulates the WNT enhanceosome through
557 multiple mechanisms including perhaps post-translational modifications of β -catenin, such as
558 trimethylation or acetylation, affecting activation vs. repression³⁷, or via chromatin modifiers such
559 as *Kdm2a/b* to regulate stability of nuclear β -catenin at specific loci⁸⁴. Further studies are needed
560 to explore if and how SOX TFs recruit proteins that post translationally modify β -catenin at specific
561 loci.

562 In summary, the data here establish the SOX TFs as context-dependent regulators of
563 WNT-responsive transcription by regulating the recruitment of β -catenin and enhanceosome
564 complexes to lineage-specific enhancers. Given that most, if not all cell types, express at least
565 one of the 20 SOX TFs that are encoded in the human genome, it is likely that they have a broad,
566 previously unappreciated role in regulating WNT responsive transcription in many contexts.

567 Indeed, there is correlative evidence of SOX TFs and β -catenin interactions leading to the
568 dysregulation of WNT-responsive oncogenes in many cancers, including breast, cervical and
569 colon cancers^{30,85,86}. Therefore, further investigations into the mechanisms through which SOX
570 and TCFs interact to control the genomic specificity of β -catenin in different cellular contexts might
571 open up the possibility of targeting β -catenin-SOX interactions for therapeutic purposes.

572

573 **DATA AVAILABILITY:** Datasets generated in this study have been deposited to the Gene
574 Expression Omnibus (GEO): GSE # pending. A description of all datasets generated in this
575 study can be found in Supplementary Table 1.

576

577 **ACKNOWLEDGEMENTS:** We thank Keely Icardi and the CCHMC DNA Sequencing Core for
578 help with ChIP-Seq library preparation; CCHMC Pluripotent Stem Cell Facility and Evan Brooks
579 for help with generating the SOX17KO line. The CRISPRi-SOX2 line was a kind gift from Dr.
580 Bruce Conklin (Gladstone Institutes, UCSF). This work was supported by NIDDK R01 DK123092
581 and in part by NIH P30 DK078392 to A.M.Z.

582

583 **AUTHOR CONTRIBUTIONS:** S.M. and A.M.Z. designed the project, interpreted data and wrote
584 the paper. S.M. performed all experiments and data analyses in collaboration with: D.M.L for
585 cDNA cloning, immunofluorescence, and western blot experiments and L.B. for reporter assays.
586 All authors provided input and approved of the final version of the paper.

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600 **METHODS:**

601 **Cell Culture:** Human embryonic stem cell line WA01 (H1) was purchased from WiCell and
602 induced pluripotent stem cell line iP572.3 was obtained from CCHMC Pluripotent Stem Cell
603 Facility. The CRISPRi-SOX2 line was a kind gift from Dr. Bruce Conklin (Gladstones Institutes,
604 UCSF). hESCs and iPSCs were maintained in feeder-free cultures. Cells were plated on hESC-
605 qualified Matrigel (Corning; 354277) and maintained on mTESR1 (StemCell Technologies;
606 85851) media at 37°C with 5% CO₂. Media was changed daily, and cells were routinely passaged
607 every 4 days using ReleSR (StemCell Technologies; 05872). CRISPRi-SOX2 cells were plated
608 on vitronectin-coated (ThermoFisher; A14700) plates and maintained in Essential 8
609 Medium(Gibco; A1517001). These lines were routinely passaged every 3-4 days using Versene
610 (ThermoFisher; 15040066). All lines were routinely screened for differentiation and tested for
611 mycoplasma contamination.

612

613 **Generation of SOX17KO line: gRNA Validation:** Two CRISPR/Cas9 guide RNAs targeting the
614 first exon of the SOX17 gene were cloned into pX458 (Addgene 48138) and validated in HEK293T
615 cells (ATCC CRL-3216) by the Transgenic Animal and Gene Editing core at CCHMC. The
616 CRISPR targeted region was amplified with Phusion Polymerase (ThermoFisher; F531) and each
617 amplicon was digested with T7 Endonuclease I (NEB; M0302S). Digested amplicons were run on
618 agarose gels to quantify relative gRNA activity. **Nucleofection:** RNP complex assembly of the
619 validated gRNA was performed by combining 20ug Alt-R® S.p. HiFi Cas9 Nuclease V3 (IDT;
620 1081060) with 16ug sgRNA (Synthego) *in vitro* for 45 minutes at room temperature. The RNP
621 complex was electroporated into parental iPS 72.3 cells using a Lonza 4D Nucleofector. Isolated
622 clones were lysed and amplified using Phusion polymerase and clones of interest were submitted
623 for Sanger sequencing to the CCHMC DNA Sequencing Core.

624

625 **Definitive Endoderm differentiation:** Confluent cells were passaged to single cells using
626 Accutase (Sigma Aldrich; A6964) and plated on Matrigel-coated plates using mTESR1 and Y-
627 27632 (StemCell Technologies, 72304). The following data, basal media was replaced, and cells
628 were washed with PBS. DE differentiation was then carried out in RPMI-1640 media (Thermo
629 Fisher; 11875-093) supplemented with non-essential amino acids (ThermoFisher; 11140050).
630 Cells were treated with 100ng/ml Activin A (Shenandoah, 800-01) and 2um CHIR99021 (R&D
631 Systems; 4423) for 24hrs. In the next two days, cells were treated with 100ng/ml Activin A and 2

632 μm CHIR99021 in RPMI-1640 with increasing concentrations (0.2% on Day 2, 2% on Day 3) of
633 ES-grade FBS (GE; SH30070.02). To identify Wnt-responsive genes, cells were treated with 1 μm
634 of the Wnt inhibitor C59 (Tocris; 5148) at two different time points; for 3 days from the onset of
635 differentiation (between Day 0 and Day 1) to identify ‘early’ Wnt regulated genes and on days 2
636 and 3 to identify ‘late’ Wnt regulated genes.

637

638 **Neuromesodermal Progenitor differentiation:** Confluent cells were passaged using Accutase
639 and plated on vitronectin coated plates using E8 and Y-27632. NMP differentiation was carried
640 out largely as described previously⁵⁵. Briefly, media was changed to Essential 6 Medium (Gibco;
641 A1516401), 24 hours later cells were treated with 200ng/ml FGF8b (PeproTech; 100-25) in E6
642 media. After a further 24 hours, cells were treated with 200ng/ml FGF8b and 3 μm CHIR99021 in
643 E6 media. To knock down SOX2 levels, the CRISPRi-SOX2 cells were treated with 1 $\mu\text{g/ml}$
644 doxycycline (dox) on days 2 and 3 of differentiation. To identify Wnt regulated genes, NMP
645 cultures were treated with either 3 μm CHIR99021 or 1 μm C59 on Day 3 of differentiation.

646

647 **mRNA Extraction. RT-qPCR and RNA-Seq:** Total RNA was extracted using the Nucleospin
648 RNA Extraction kit (Machery-Nagel; 740955) and reverse-transcribed to cDNA using SuperScript
649 VILO (ThermoFisher; 1177250) according to manufacturer’s instructions. qPCR was performed
650 using PowerUp SYBR Green MasterMix (ThermoFisher; A25777) and QuantStudio 3 Flex Real-
651 Time PCR system. Relative mRNA expression was normalized to that of housekeeping gene
652 *PPIA* (peptidylprolyl isomerase A) and calculated using the $\Delta\Delta\text{Ct}$ method. For RNA-Seq
653 experiments, three biological replicates were sequenced per condition. 300ng of total RNA, as
654 determined by Qubit High-Sensitivity spectrofluorometric measurement, was poly-A selected and
655 reverse transcribed using Illumina’s TruSeq stranded mRNA library preparation kit (Illumina;
656 20020595). Samples were incubated with unique Illumina-compatible adapters for multiplexing.
657 After 15 cycles of amplification, libraries were paired end sequenced on a NovaSeq 6000 with a
658 2x100 read length.

659

660 **Immunofluorescence:** Cells were plated at a density of 10,000 cells/ml on Matrigel or vitronectin
661 coated Ibidi 8-well chamber slides (Ibidi; 80826). Cells were washed once with PBS and fixed in
662 4% paraformaldehyde for 30 minutes at room temperature. If necessary, antigen retrieval was
663 performed by adding 1x Citrate Buffer warmed to 55°C and incubating slides at 65°C for 45 mins.

664 Slides were then blocked with 5% normal donkey serum (NDS) for an hour. Primary antibodies
665 were added in 5% NDS in PBS and incubated overnight at 4°C. The following day, cells were
666 washed thrice in PBS and incubated with secondary antibodies and DAPI for an hour at room
667 temperature. Slides were again washed in PBS before imaging. Images were taken using a Nikon
668 A1R inverted confocal microscope and analyzed using NIS Elements (Nikon). Antibodies and
669 dilutions used are listed in Supplementary Table 2.

670

671 **Cell Fractionation:** Nuclear isolation was performed as previously described⁸⁷. Briefly, cells were
672 dissociated using Accutase and counted using a Bio Rad TC20 Automated Cell Counter. 10
673 million cells were then lysed in 1ml of cytoplasmic buffer (50mM Tris-HCl pH 7.5, 10% glycerol,
674 0.5% Triton X-100, 137.5mM NaCl) supplemented with protease (ThermoFisher; A32953) and
675 phosphatase (ThermoFisher; A32957) inhibitors and incubated on ice for 15min. Cells were then
676 pelleted by centrifugation for 5 mins at 16,000 rpm at 4°C. Nuclei were then resuspended in 10mM
677 HEPES pH 7.8, 0.5 M NaCl, 0.1% NP-40 supplemented with 1mM DTT and fresh
678 protease/phosphatase inhibitors. Samples were sonicated for two 10s pulses on ice. Nuclei were
679 cleared by centrifugation for 10mins at 16,000 rpm at 4°C.

680

681 **Co-immunoprecipitation:** CoIP assays were performed as previously described⁸⁸ with minor
682 modifications. After differentiation to the desired stage, 20 million cells were washed on the plates
683 with PBS and crosslinked with 1.5mM DSP (ThermoFisher; 22585) for 30 mins at room
684 temperature. The crosslinking reaction was quenched by 30mM Tris pH 7.4 in PBS and incubated
685 for 20 minutes. Cells were then scraped in ice-cold PBS supplemented with protease inhibitors
686 and resuspended in 1ml cytoplasmic buffer (10mM HEPES pH 7.9, 10mM KCl, 340mM sucrose,
687 3mM MgCl₂, 10% glycerol, 0.1% TritonX-100) supplemented with 1mM DTT and fresh protease
688 inhibitors. Cells were incubated on ice for 10 mins and centrifuged for 10 mins at 4000 rpm. The
689 nuclear pellet was then resuspended in 500µl CoIP wash buffer (100mM NaCl, 25mM HEPES pH
690 7.9, 1mM MgCl₂, 0.2mM EDTA, 0.5% NP-40) supplemented with protease inhibitors. Samples
691 were sonicated for two 10s pulses, treated with 600U/ml benzonase (Millipore; 70664) and
692 incubated at 4°C with end over end rotation for 4 hrs. Afterwards, the concentration of NaCl in the
693 samples was adjusted to 200mM and samples were incubated for an additional 30 mins. Nuclear
694 extracts were then cleared by centrifuging for 30 minutes at max speed at 4°C. Nuclear lysates
695 were then quantified by BCA assays and protein concentrations of the lysates were adjusted to

696 either 500ug/ml or 1mg/ml by diluting with CoIP wash buffer. Lysates were then precleared with
697 Protein G Dynabeads (ThermoFisher; 10004D) at 4°C for an hour. 10% input samples were
698 collected from the precleared lysates and stored at -20°C. Then samples were transferred to fresh
699 tubes and incubated with relevant antibodies overnight at 4°C with end-over-end rotation. The
700 following day, lysates and antibody complexes were added to precleared Protein-G Dynabeads
701 and allowed to incubate at 4°C for 2 hrs with end-over-end rotation. The antibody/beads
702 complexes were then washed with ice-cold CoIP wash buffer 8 times at 4°C. Lysates were then
703 briefly centrifuged to remove any residual wash buffer and the beads were resuspended in 60µl
704 2x LDS loading buffer (ThermoFisher; NP0007). Proteins were eluted from beads on a
705 thermomixer at 65°C for 15 mins at 1000 rpm. Immunoprecipitations with antibody and IgG were
706 performed parallelly. A list of antibodies and associated dilutions can be found in Supplementary
707 Table 2.

708
709 **Western Blots:** Nuclear lysates were quantified by BCA and equal concentrations of protein
710 samples were loaded for all experiments. Samples were resuspended in 4x LDS loading buffer
711 supplemented with fresh 100mM DTT and boiled for 10mins. Proteins were separated on 4-12%
712 Bis-Tris or 7% Tris-Acetate gels and transferred to PVDF membranes. Membranes were blocked
713 in LI-COR TBS Intercept Blocking Buffer (LiCor; 927-60001) for an hour and then incubated with
714 primary antibodies overnight at 4°C. The next day, membranes were probed with relevant
715 secondary antibodies and imaged on a LI-COR Odyssey Cix scanner and processed using LI-
716 COR Image Studio Lite. A list of antibodies and associated dilutions can be found in
717 Supplementary Table 2.

718
719 **Transfections and Reporter Assays:** Putative SOX17-dependnent or TCF-dependent
720 enhancers were synthesized (Genscript) and cloned into the pGL4.23 (*luc2/miniP*; Promega)
721 vector. For transfections, hESCs were dissociated into 2-3 cell clumps using Versene and plated
722 at a density of 60,000 cells/ml using mTESR and RevitaCell supplement (Gibco; A2644501). DE
723 differentiations were carried out as described above. On the completion of day 2 of differentiation,
724 cells were washed with PBS and supplemented with fresh day 3 differentiation media and
725 incubated at 37°C for 30 mins. 50µl Opti-MEM (Gibco; 31985062), 1µl Lipofectamine STEM
726 Transfection Reagent (Invitrogen; STEM00001) and 500 ng DNA (495ng enhancer/*luc*, 5ng
727 Renilla) were then added to the cells and they were incubated for 24hrs at 37°C. The next day,

728 cells were washed with PBS, lysed and assayed using the Dual-Luciferase Assay System
729 (Promega; E1910) according to manufacturer's instructions.

730

731 **ChIP-qPCR, ChIP-reChIP and ChIP-Seq:** Most ChIP experiments were performed in biological
732 duplicates as in⁷¹ with several modifications. After differentiation to the desired stage,
733 approximately 20 million cells were dual crosslinked in plate, first with 1.5mM EGS
734 (ThermoFisher; 21565) for 20 mins, followed by supplementation with 1% formaldehyde for an
735 additional 20 minutes at room temperature. The crosslinking reaction was quenched with 125mM
736 glycine for 15 minutes at room temperature. Cells were then washed twice and scraped in ice-
737 cold PBS and if needed, flash frozen in dry ice until future use. ChIP samples were resuspended
738 in 1ml sonication buffer (20mM HEPES pH 7.4, 150mM NaCl, 0.1% SDS, 1% Triton X-100, 1mM
739 EDTA, 0.5mM EGTA) supplemented with fresh protease inhibitors. Chromatin was sonicated
740 using a Diagenode Bioruptor Pico instrument for 45 cycles of 30 seconds ON, 60 seconds OFF,
741 to generate 200-400 bp sheared fragments. Chromatin was then precleared with Protein G
742 Dynabeads for an hour with end-over-end rotation at 4°C. A volume of the precleared chromatin
743 corresponding to 1% of the total volume was set aside as input. The rest of the samples were
744 transferred to fresh tubes containing preblocked Protein G Dynabeads; relevant antibodies (see
745 Supplementary Table 2) were added and samples were incubated overnight at 4°C with end-over-
746 end rotation. The next day, the beads were washed serially with 150mM salt wash buffer (20mM
747 HEPES pH 7.4, 150mM NaCl, 0.1% SDS, 0.1% sodium deoxycholate, 1% Triton X-100, 1mM
748 EDTA, 0.5 mM EGTA), 500mM salt wash buffer (20mM HEPES pH 7.4, 500mM NaCl, 0.1% SDS,
749 0.1% sodium deoxycholate, 1% Triton X-100, 1mM EDTA, 0.5 mM EGTA), 1M salt wash buffer
750 (20mM HEPES pH 7.4, 1M NaCl, 0.1% SDS, 0.1% sodium deoxycholate, 1% Triton X-100, 1mM
751 EDTA, 0.5 mM EGTA), 2M salt wash buffer (20mM HEPES pH 7.4, 2M NaCl, 0.1% SDS, 0.1%
752 sodium deoxycholate, 1% Triton X-100, 1mM EDTA, 0.5 mM EGTA) and LiCl wash buffer (20mM
753 HEPES pH 7.4, 0.5M LiCl, 0.5% NP-40, 0.5% sodium deoxycholate, 1mM EDTA, 0.5 mM EGTA).
754 Each wash buffer was supplemented with fresh 1mM DTT and protease inhibitors, and each wash
755 was performed for 20 minutes at 4°C. The beads were then washed twice in 1xTE buffer
756 supplemented with fresh protease inhibitors. The beads were then resuspended in DNA elution
757 buffer (1% SDS, 0.1M NaHCO₃). Elution was performed twice on a thermomixer at 65°C at 1,200
758 rpm. Eluates from two rounds of elution were combined and supplemented with 1/10 volume of
759 5M NaCl. Simultaneously, an equal volume of DNA elution buffer and 5M NaCl were added to the

760 input samples. All samples were reverse crosslinked overnight at 65°C. The following day,
761 samples were treated with RNase A for an hour at 37°C and digested with Proteinase K for 2
762 hours at 55°C. DNA was then purified using the Qiagen QIAquick Purification Kit (Qiagen; 28104)
763 using manufacturer's instructions and eluted in 20µl Elution Buffer; 1µl was used to quantify DNA
764 concentrations using a Qubit High-Sensitivity DS DNA Assay kit (Invitrogen; Q32851).

765 For ChIP-Seq experiments, DNA libraries were prepared using 1-5 ng of starting material
766 using the SMARTer ThruPLEX DNA-Seq kit (Takara; R400674) according to manufacturer's
767 instructions. After library amplification, DNA was purified using AMPure XP beads (Beckman-
768 Coulter; A63880) and size-selected to retain 200-600 bp fragments. DNA fragment traces were
769 analyzed on a Bioanalyzer. Suitable libraries were then paired-end sequenced on a Illumina
770 NovaSeq 6000 with a 2x75 read length.

771 For ChIP-reChIP experiments, before the first ChIP, antibodies were crosslinked to Protein
772 G Dynabeads. Briefly, beads were washed with 0.2M sodium borate pH9, and antibodies were
773 crosslinked to beads by using 20mM DMP (Pierce; 21666) dissolved in 0.2M sodium borate. The
774 crosslinking reaction was carried out at room temperature for 40 mins. The reaction was then
775 quenched using 0.2M ethanolamine pH 8.0 for an hour. Residual IgGs were removed by washing
776 the antibody/beads complex with 0.58%v/v acetic acid + 150mM NaCl. The beads were then
777 added to processed chromatin samples and ChIP experiments were performed as described
778 above. After the first ChIP, samples were eluted in DNA elution buffer supplemented with 10mM
779 DTT. The samples were then diluted in 10 volumes of sonication buffer and the 2nd ChIP was
780 carried out as described above. qPCR was performed using PowerUp SYBR Green MasterMix
781 and the QuantStudio 3 Flex Real-Time PCR system using default protocols. Primers were
782 designed to span relevant SOX17 or β-catenin peak centers and relative expression was
783 normalized to that of a 'negative' control gene desert genomic region. Relative fold change was
784 calculated using the $\Delta\Delta C_t$ method. Primer sequences are listed in Supplementary Table 2.

785
786 **ATAC-Seq:** ATAC-Seq experiments were largely performed as previously described⁸⁹. Briefly,
787 50,000 cells were collected following differentiation to the desired stage, and lysed in 50µl of
788 ATAC-lysis buffer (10mM Tris-HCl, pH 7.4. 10mM NaCl, 3mM MgCl₂, 0.1% NP-40) to obtain a
789 crude nuclei prep. All centrifugation steps were performed at 4°C at 2000 rpm. The nuclei pellet
790 was then resuspended in the 50ul of the transposition reaction mix (25ul Tagment DNA buffer,
791 2.5ul TD Tn5 Transposase enzyme, 22.5ul nuclease-free water) (Illumina; 20034197). The

792 transposition reaction was incubated at 37°C for 30 min on a thermomixer with constant gentle
793 shaking at 1000 rpm. Immediately after transposition, DNA was purified using a Qiagen MinElute
794 PCR Purification (Qiagen; 28004 kit) and eluted in 10µl Elution Buffer. The eluted DNA was then
795 amplified in a reaction with 25µl NEBNext High-Fidelity 2x PCR Mastermix (NEB; M0541L) and
796 custom 25µm Nextera PCR Primers (Ad1_noMx universal primer, 0.5µm Ad2.x indexing primer).
797 PCR was performed as follows: 1 cycle of 72°C for 5min, 98°C for 30s, 5 cycles of 98°C for 10s,
798 63°C for 30s, 72°C for 1min. 5ul of the amplified DNA was then used to perform qPCR to
799 determine the optimal number of additional cycles to prevent amplification saturation of DNA
800 libraries. In all cases, either 4 or 5 additional cycles of PCR was performed at: 98°C for 10s, 63°C
801 for 30s and 72°C for 1 min. Double size selection of amplified libraries (0.5x – left sided, 1.8x –
802 right sided) was performed using AMPure XP beads and the DNA was eluted in a final volume of
803 20ul in 0.1x TE buffer. Purified libraries were sequenced on an Illumina NextSeq 500 instrument
804 with a 2x75bp read length.

805

806 **Statistics and Reproducibility:** RNA-Seq experiments were performed in biological triplicates.
807 Most ChIP-Seq and ATAC-Seq experiments were performed in biological duplicates except for
808 H3K27ac and BRG1 ChIP-Seq (n = 1) and NMP β-catenin ChIP-Seq (n = 3). A description of all
809 datasets generated in this study can be found in Supplementary Table 1. Immunostaining and
810 western blots were performed at least four times and representative images were used. CoIP,
811 ChIP-qPCR experiments and reporter assays were repeated at least thrice. All differentiations
812 and experiments were performed using cell lines maintained between passages 55 – 65. To
813 validate that CHIR-dependent target genes were indeed Wnt regulated, we also performed
814 differentiation of iPSCs replacing CHIR99021 with recombinant WNT3A (R&D; 5036-WN) and
815 validated the expression of several target genes by qPCR and β-catenin and SOX17 binding by
816 ChIP-qPCR.

817

818 **Data Analysis**

819 **RNA-Seq:** Raw reads were quality-checked using FASTQC
820 (<https://www.bioinformatics.babraham.ac.uk/projects/fastqc/>) and if necessary, adapters were
821 trimmed using cutadapt⁹⁰. Fastq files were pseudo-aligned to the hg19 reference index using
822 salmon⁹¹. An index of transcripts was built using default parameters (salmon index) using quasi-
823 mapping (-quasi) and kmers of length 31 (-k 31). Relative transcript abundance was then

824 quantified using salmon -quant using paired end fastq files and counts per transcript were
825 obtained. The tximport package⁹² was then used for downstream analysis to convert transcript-
826 level counts to gene-level estimates. Differential gene expression analysis was performed using
827 DESeq2⁹³ using default parameters. Differentially expressed genes were defined as those with
828 log₂ fold change >|1| and adjusted FDR of p<0.05. Transcripts were then annotated using the
829 biomaRt⁹⁴ package. Any genes with TPM less than 10 across all replicates were then discarded
830 from further analysis. To perform principal component analysis, variance stabilized and
831 transformed data from DESeq2 *vst* function was generated. PCA plots were visualized using
832 *plotPCA* () function of DESeq2.

833 To identify endoderm, mesoderm or ectoderm enriched genes, we reanalyzed the
834 following datasets: GSM1112846, GSM1112844 (RNA-Seq of Day 3 ectoderm cells) and
835 GSM1112835, GSM1112833 (RNA-Seq of Day 3 mesoderm cells) and compared with our Day 3
836 endoderm RNA-Seq data. Raw RNA-Seq data was downloaded from GEO and processed as
837 described above, and pairwise differential gene expression analysis was performed using
838 DESeq2 to identify genes with enriched expression in Day 3 endoderm, mesoderm or ectoderm.
839 For instance, a gene was considered to be significantly endoderm enriched if: the gene was
840 significantly differentially expressed in endoderm over control pluripotent cells, and showed
841 significantly enriched expression in the endoderm compared to the mesoderm and ectoderm
842 datasets. Differential enrichment threshold: log₂ fold change >|1| and adjusted FDR of p<0.05.

843
844 **ChIP-Seq:** Raw reads were quality-checked using FASTQC and adapters were trimmed using
845 cutadapt. Reads were aligned to the hg19 genome using bowtie2⁹⁵. Unmapped and low quality
846 (MAPQ<10) reads were discarded. Duplicates were marked using Picard
847 (<https://broadinstitute.github.io/picard/>) and removed using samtools⁹⁶. From the replicate
848 datasets, a consensus set of peaks were called for each TF at each stage using HOMER⁹⁷
849 *getDifferentialPeaksReplicates.pl* using stage-matched input samples as background and -style
850 factor. Briefly, first tag directories were created for each target and input replicate. Peaks were
851 quantified for both target and input tag directories and DESeq2 was then invoked to identify peaks
852 enriched in target ChIP samples over input using a fold enrichment threshold of 1.5 and fdr of 0.1.
853 In the absence of replicates, peak calling was performed using macs2⁹⁸ using *-call-summits* and
854 a *qvalue* cutoff of 0.05. HOMER *annotatePeaks.pl* was then used to annotate these peaks.

855 Differential binding analysis was performed using the DiffBind package^{99,100} using default
856 parameters. Differentially bound β -catenin and ATAC peaks were identified using a fold

857 enrichment threshold of 1.5 and adjusted $-p$ -value < 0.05 . A genomic site was defined as both
858 'SOX17' and TCF' bound if: a significant binding event was called for both SOX17 and at least
859 one of the TCF/LEF TFs using the relevant input sample as background, and no statistically
860 significant differential binding between TFs was observed. A peak was called 'SOX17 enriched'
861 if: the peak was called for only SOX17 and none of the TCFs, or if SOX17 binding displayed a
862 greater log₂ fold change over input relative to all the TCFs, and SOX17 was determined to have
863 significantly increased binding over all TCFs quantified by DiffBind and DESeq2. Similarly, a
864 genomic site was called 'TCF-enriched' if a peak was called for at least one of the TCFs but not
865 SOX17, or at least one of the TCFs was determined to have significantly increased binding over
866 SOX17. A fold enrichment threshold of 1.5 and FDR < 0.1 to identify SOX vs. TCF enriched peaks,
867 in order to also incorporate weakly bound TCF peaks. If a binding category contained less than
868 500 peaks, we didn't use it for further analysis.

869

870 **ATAC-Seq:** FASTQ files were quality-checked using FASTQC and Nextera adapters were
871 trimmed using cutadapt. Trimmed paired-end reads were aligned to the hg19 genome using
872 bowtie2 and the parameters $-X 2000$ $-very-sensitive-local$. Paired end bam files were filtered for
873 mitochondrial reads, unmapped and low-quality reads. Duplicates were marked using Picard and
874 removed using samtools. Peaks were called on replicates using Genrich
875 (<https://github.com/jsh58/Genrich>) and the parameters $j -r -e -v -q 0.1$

876

877 **Nucleoatac analysis:** As input for nucleoatac analysis, peak files of desired categories were
878 extended upto 2000bp across peak summits. Nucleoatac⁴⁹ was run using default parameters. For
879 visualization and quantification of nucleosome occupancy, the occ.bedgraph files were converted
880 to bigwigs using UCSC binary tools (<https://hgdownload.cse.ucsc.edu/admin/exe/>). Nucleosome
881 occupancy scores were then computed using deeptools¹⁰¹ computeMatrix and visualized using
882 plotProfile.

883

884 **Downstream data processing and visualization:** To visualize ChIP-Seq and ATAC-seq data,
885 filtered and sorted bam files were converted to bigwig files using deeptools bamCoverage with
886 the parameters: $-bS 20$ $-smoothLength 60$ $-e 200$ $-normalizeUsing RPGC$ using the effective
887 genome size for GRCh37. Bigwig files were visualized using IGV¹⁰². Genomic algebra operations
888 were performed using unix commands (awk, grep, sed) or using the bedtools suite¹⁰³, particularly
889 bedtools intersect to define overlapping genomic region of interest, or bedtools merge to define a

890 union set of genomic regions. For all quantifications, merged bam files or bigwig files of both CHIP
891 or ATAC replicates were used.

892 To identify patterns in β -catenin time course CHIP-Seq datasets [Fig1, S1], an union of all β -
893 catenin peaks from all days was plotted using deeptools plotHeatmap and k-means clustering
894 was performed using kclust 8. The most predominant 5 clusters were then extracted and retained
895 for further analysis. Heatmaps, density plots or metaplots were generated using the deeptools
896 package by invoking the computeMatrix (-reference-point center, -a 2500, -b 2500) and then
897 plotHeatmap or plotProfile options. Volcano plots or MA plots of differential gene expression were
898 generated using the EnhancedVolcano (<https://github.com/kevinblighe/EnhancedVolcano>) or
899 ggpubr (<https://github.com/kassambara/ggpubr>) packages in R respectively. Heatmaps from
900 RNA-Seq data was generated using the 'pheatmap' package.

901 Signal normalization (1/mapped tags/ sample such that each directory contains 10 million
902 tags) and quantification was performed on merged CHIP/ATAC tag directories by HOMER.
903 Boxplots and violin plots of CHIP/ATAC-Seq signal quantification were generated using the
904 ggplot2 package and statistically significant differences in read density between conditions was
905 determined by ANOVA or Wilcoxon rank sum test as appropriate in R. UpSET plots of the
906 distribution of SOX17 or SOX2 and β -catenin co-regulated enhancers were generated using
907 *intervene*¹⁰⁴. Data from CHIP-qPCR and reporter assays were visualized using GraphPad Prism.
908 P-values were determined via nonparametric Mann-Whitney-U tests.

909
910 **DNA-binding Motif and GO enrichment Analysis:** The MEME-Suite of tools^{105,106} was used to
911 perform *de-novo* motif analysis. For motif analysis, 100bp across peak summits were extracted
912 for each category and converted to the fasta format using bedtools getfasta. *De-novo* motif
913 analysis across peak sets was performed using DREME and default parameters, and motifs were
914 identified using TOMTOM. Motif scanning at putative SOX17 or TCF-dependent enhancers for
915 reporter assays was performed using FIMO with default parameters using the CIS-BP¹⁰⁷ 'Homo
916 sapiens' database as reference. GO term enrichment analysis was performed using GREAT¹⁰⁸
917 and Gene Ontology^{109,110}.

918
919 **Analysis of public data:** The following public datasets were reanalyzed as described above:
920 GSM772971 (H3K4me1 CHIP-Seq in DE), GSM1112846, GSM1112844 (RNA-Seq of Day 3
921 ectoderm cells) and GSM1112835, GSM1112833 (RNA-Seq of Day 3 mesoderm cells)⁴³.

922

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Figure 1

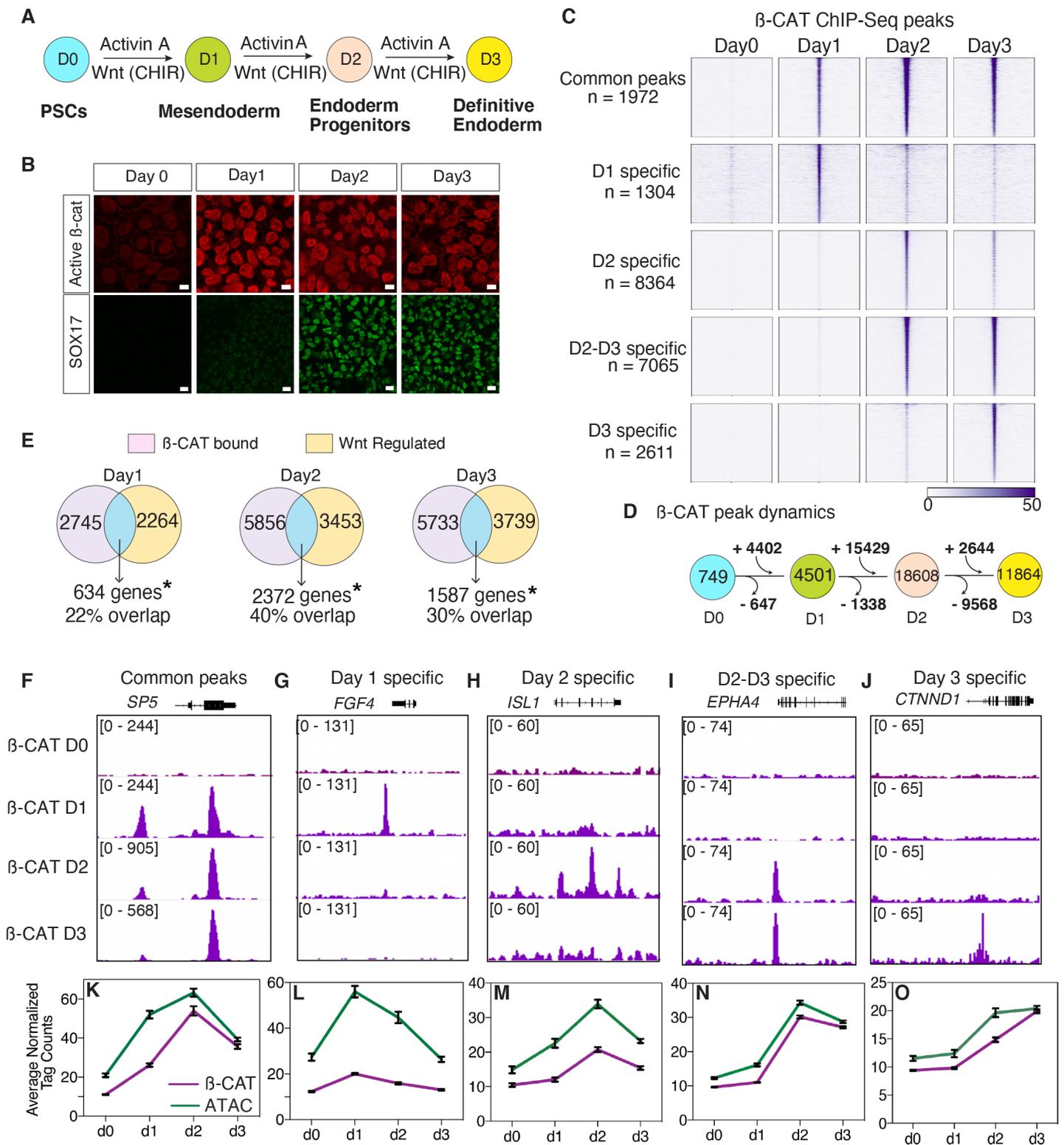


Figure 1. Dynamic chromatin binding of β -catenin during DE differentiation. **A.** Schematic of definitive endoderm differentiation. **B.** Immunostaining of nuclear K49ac ‘active’ and SOX17 at days 0 - 3 (scale bar = 20 and 50 μ m respectively) **C.** Density plot of β -catenin ChIP-seq showing five categories of temporally distinct peaks. **E.** Overlap of Wnt regulated genes with genes associated with β -catenin bound peaks. *Significant overlap based on hypergeometric test, day 1: $p = 4.75 \times 10^{-105}$; day 2: $p = 3.63 \times 10^{-138}$; day 3: $p = 2.52 \times 10^{-48}$. **D.** Schematic of β -catenin peak dynamics during differentiation. **F – J.** Genome browser tracks showing β -catenin chromatin binding for each of the five categories of peaks. **K – O.** Average normalized β -catenin (purple) and ATAC-Seq (green) read density, plotted as a line graph. Error bars represent standard error of mean for each category.

Figure 2

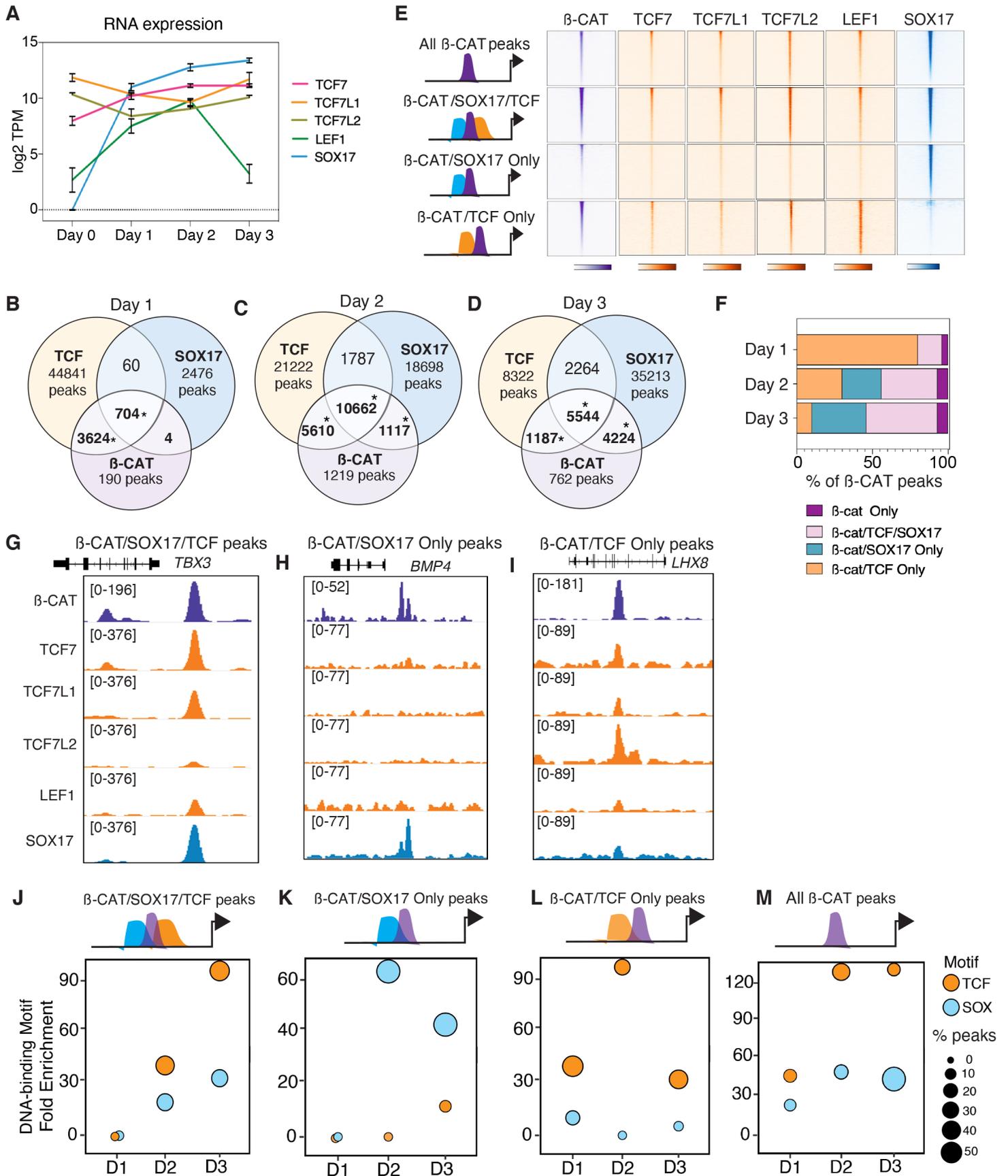


Figure 2. Dynamic co-localization of β -catenin with SOX17 and TCFs. **A.** RNA-seq expression levels of *SOX17*, *TCF7*, *TCF7L1*, *TCF7L2* and *LEF1* during endoderm differentiation. **B – D.** Venn diagrams showing peak overlap of β -catenin, TCFs, and SOX17 during each day of endoderm differentiation. *Significant overlap based on hypergeometric test, $p < 0.0001$. **E.** ChIP-seq density plots showing β -catenin, TCF and SOX17 co-occupancy on Day 3 at four categories of loci: All Day 3 β -catenin peaks, β -catenin/SOX17/TCF cobound peaks, β -catenin/SOX17 only peaks, β -catenin/TCF only peaks. **F.** Stacked bar graph plotting the percentage peak overlap of β -catenin with TCFs and/or SOX17. **G – I.** Representative genome browser views of genes associated with co-binding of β -catenin with SOX17 and TCF (**G**), β -catenin and SOX17 only (**H**) and β -catenin and TCF only (**I**) peaks. **J – M.** Scatter plots showing fold enrichment and proportion of peaks containing SOX or TCF DNA-binding motifs in different categories of β -catenin peaks across differentiation.

Figure 3

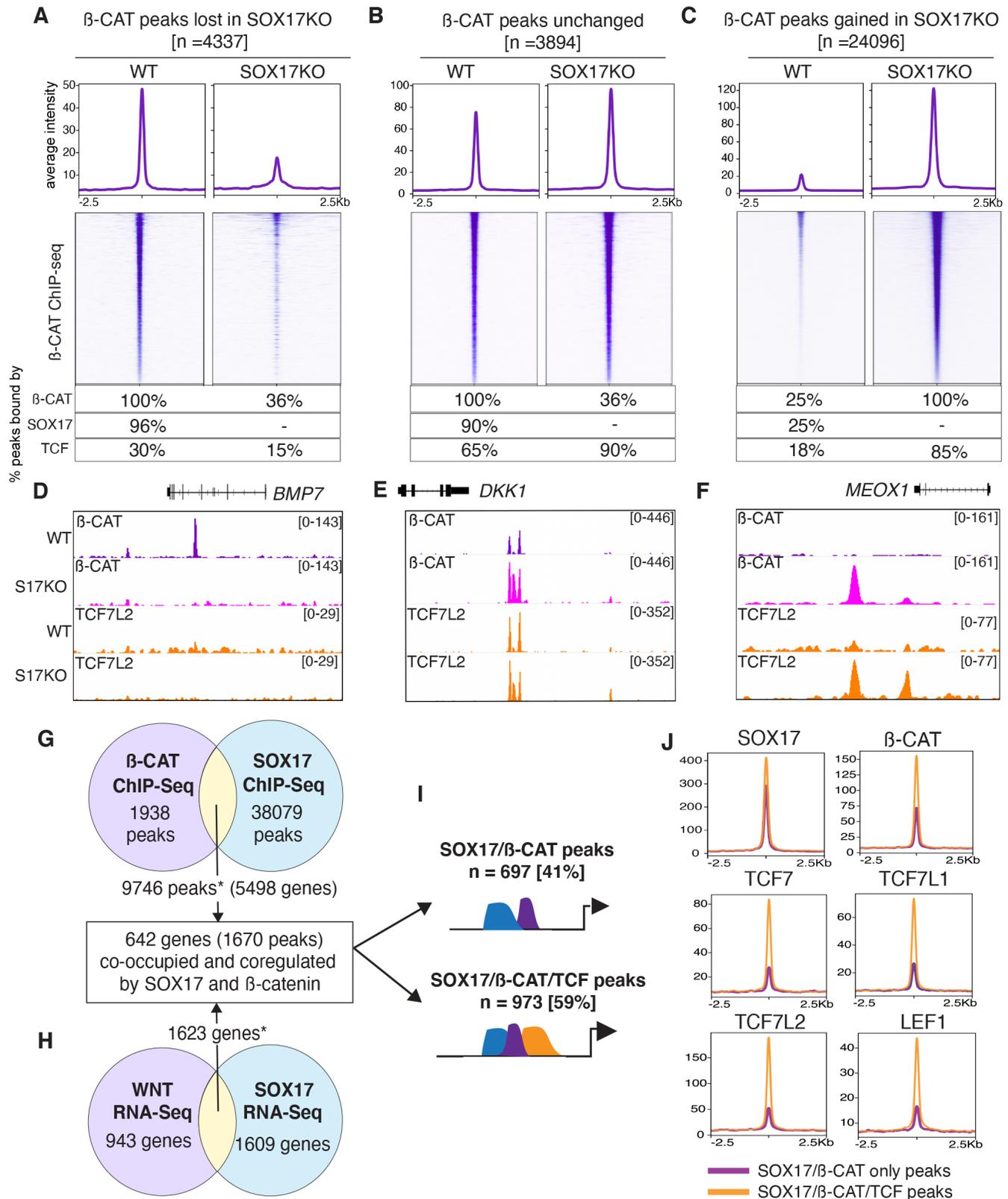


Figure 3. SOX17 is required for β -catenin recruitment to chromatin in the absence of TCFs. A-C β -catenin ChIP-seq density plots and metaplots of the average signal intensity for three distinct categories of peaks: **A.** β -catenin peaks lost in SOX17KO cell, **B.** β -catenin peaks that remain unchanged between WT and SOX17KO cells and **C.** new β -catenin peaks gained in SOX17KO cells. The tables below each density plot show the percentage of peaks bound by β -catenin, SOX17 or any TCF. **D – F.** Genome browser view showing β -catenin and TCF7L2 chromatin occupancy in WT and SOX17KO cells at representative loci for each category of peaks. **G – H.** Integration of β -catenin and SOX17 RNA-Seq and ChIP-Seq datasets from Day 3 defining direct co-regulated genes. * Significant overlap based on hypergeometric test, ChIP-Seq peak overlap: $p = 1.03 \times 10^{-553}$; RNA-Seq gene set overlap: $p = 2.07 \times 10^{-61}$. **I.** Diagram showing percentage of SOX17/ β -catenin coregulated peaks that are also co-bound by TCFs or not. **J.** ChIP-seq metaplots showing the average peak intensity for SOX17, β -catenin, TCF7, TCF7L1, TCF7L2 and LEF1 at both categories of SOX17/ β -catenin coregulated peaks: SOX17/ β -catenin only (purple) and SOX17/ β -catenin/TCF cobound peaks (orange).

Figure 4

Chromatin accessibility of β -CAT peaks lost in SOX17 KO [n = 3020]

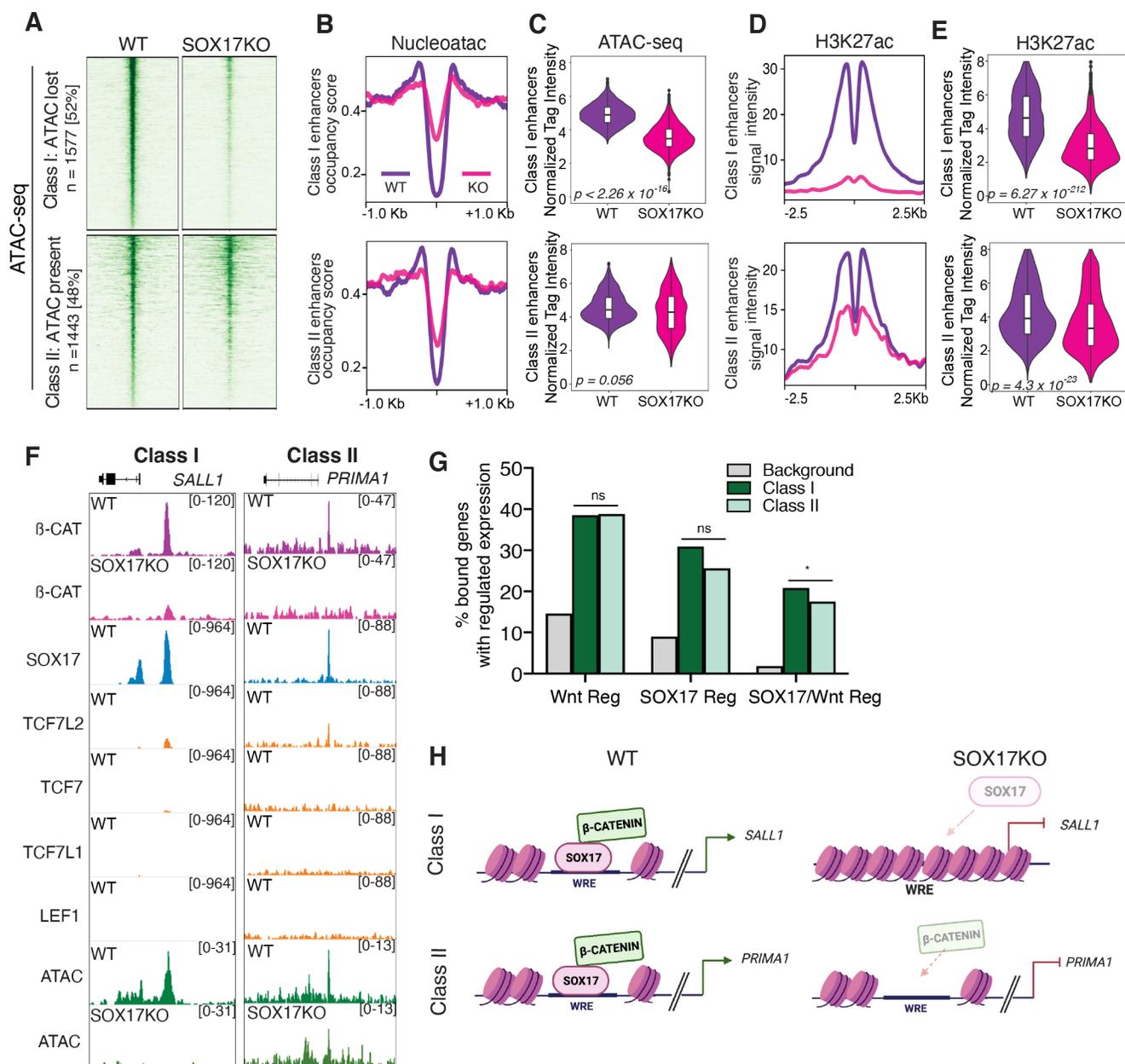


Figure 4. Chromatin accessibility only partially accounts for loss of β -catenin binding in SOX17 KO cells.

A. Density plots showing ATAC-Seq signal intensity in WT and SOX17KO cells for two classes of SOX17-dependent β -catenin bound peaks. Class I peaks with reduced accessibility and Class II enhancers which loose β -catenin in SOX17 KO cells but accessibility is unchanged. **B.** Metaplots showing nucleosome occupancy signals and **C.** quantification of ATAC-Seq read densities in WT (purple) and SOX17KO (pink) cells for both Class I and Class II enhancers. **D.** Metaplots showing the average H3K27ac ChIP-seq signal for Class I and Class II enhancers and **E.** violin plots quantifying tag density. Indicated p-values were determined by Wilcoxon rank sum test. **F.** Genome browser view of representative Class I and Class II enhancers. **G.** Bar graph showing the proportion of Class I and Class II enhancers associated with Wnt regulated, SOX17 regulated and SOX17/Wnt coregulated genes. Fisher's exact test, comparing proportion of Class I vs. Class II enhancers associated with regulation. $p = 0.88$ for Wnt regulated genes, $p = 0.472$ for SOX17 regulated genes, $p = 0.02$ for SOX17/Wnt coregulated genes. Background is all genes in the genome. **H.** Schematic of SOX17 and β -catenin recruitment to Class I and Class II Wnt responsive enhancers (WRE).

Figure 5

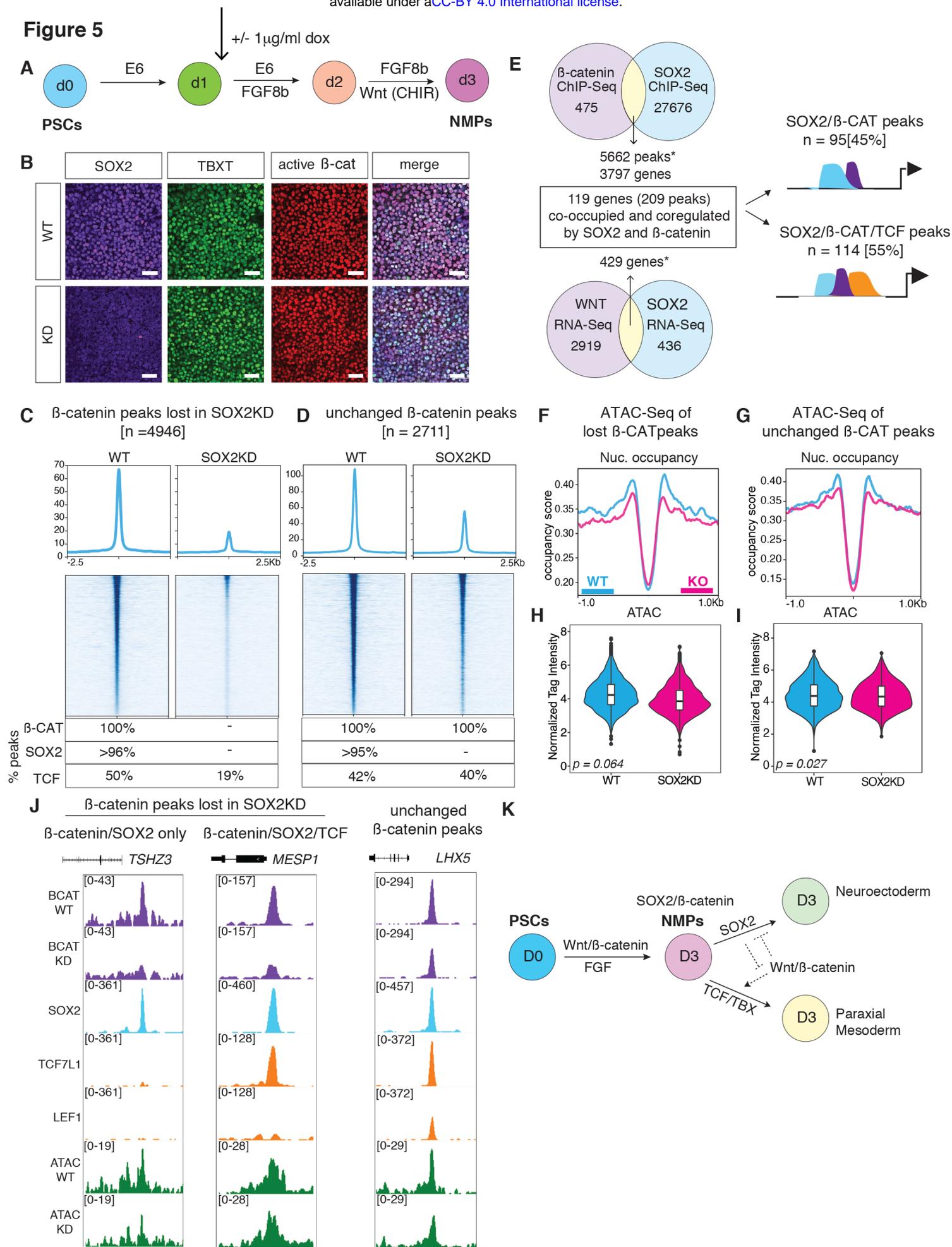


Figure 5. SOX2 is required for β -catenin chromatin recruitment in neuromesodermal progenitors. A. schematic of neuromesodermal progenitor (NMPs) differentiation with SOX2KD CRISPRi induction by dox. **B.** Immunostaining for SOX2, TBXT and active β -catenin protein levels in WT and SOX2KD cells on Day 3 of NMP differentiation. **C-D.** β -catenin ChP-seq density plots and metaplots of the average signal intensity at β -catenin peaks that are **C.** lost in SOX2KD cells and at **D.** peaks that remain unchanged in WT and SOX2KD cells (D). The table shows the percentage of peaks that were bound β -catenin, SOX2 or TCF (either TCF7L1, LEF1 or both) for each category in WT or SOX2KD cells. **E.** Integration of β -catenin and SOX2 RNA-Seq and ChIP-Seq datasets. *Significant overlap based on hypergeometric test, β -catenin and SOX2 ChIP-Seq peak overlap: $p = 1.07 \times 10^{-459}$; WNT and SOX2 regulated genes sets from RNA-Seq: $p = 5.64 \times 10^{-352}$. **F-G.** ATAC-Seq nucleosome occupancy signal showing **F.** loci that lost β -catenin peaks or **G.** β -catenin peaks unchanged in SOX2KD. **H-I.** Violin plots quantifying ATAC-Seq read densities at **H.** loci that lose β -catenin peaks in SOX2KD or **I.** loci where β -catenin peaks were unchanged in SOX2KD. **J.** Representative genome browser views of loci that lost β -catenin or remain unchanged in WT and SOX2KD cells. **K.** Schematic summarizing SOX2 and WNT/ β -catenin interactions during NMP specification.

Figure 6

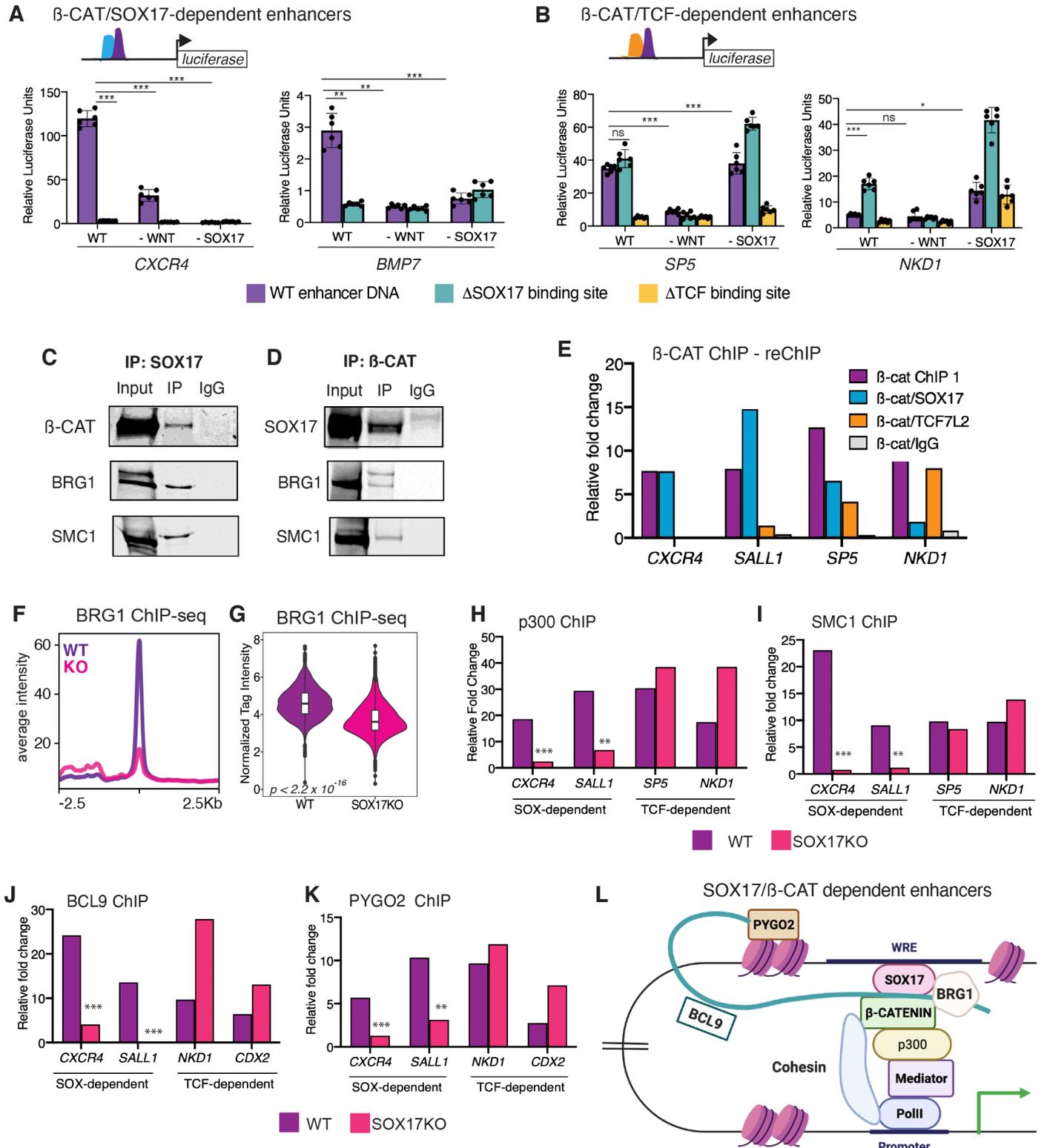


Figure 6. SOX17 can recruit a β -catenin transcriptional complex to Wnt-responsive enhancers without TCFs. **A – B.** Schematic of enhancer luciferase constructs containing either wild type (WT) sequences or with SOX (blue) or TCF (orange) DNA-binding sites mutated. Histogram showing average luciferase reporter activity of **A.** SOX17-dependent or **B.** TCF-dependent enhancers in wild type (WT) cells, C59 treated Wnt inhibited cells (-WNT) or SOX17KO (-SOX17) cells. Statistical differences were determined between WT and Δ SOX17 enhancers in WT cells, WT enhancers in WT and -WNT cells, and WT enhancers in WT and -SOX17 cells by two-tailed student's T-test. ns = not significant, * = $p < 0.05$, ** = $p < 0.01$, *** = $p < 0.001$. **C-D.** Western blots showing the presence of interacting partners followed by co-immunoprecipitation of **C.** SOX17 and **D.** β -catenin. **E.** ChIP-reChIP-qPCR, showing the relative fold change in chromatin recovery with β -catenin ChIP followed by a second reChIP with either SOX17, TCF7L2 or IgG at SOX-dependent (*CXCR4* and *SALL1*) or TCF-dependent (*SP5* and *NKD1*) enhancers. **F-G** BRG1 ChIP-seq in WT (purple) and SOX17KO (pink) cells. **F.** Metaplots showing the average peak intensity at loci with SOX17-dependent β -catenin binding which are not bound by TCFs. **G.** violin plots quantifying BRG1 read intensity of peaks in F. Wilcoxon rank sum test, $p < 2.2 \times 10^{-16}$. **H – K.** ChIP-qPCR of p300 (H), SMC1 (I), BCL9 (J) and PYGO2 (K) showing relative fold change chromatin binding at SOX-dependent or TCF-dependent enhancers. Two-tailed student's T-test. ns = not significant, * = $p < 0.05$, ** = $p < 0.01$, *** = $p < 0.001$. **L.** Model depicting SOX17-dependent assembly of a Wnt-responsive transcription complex at TCF-independent endodermal enhancers.

Figure S1 - Related to Figure 1

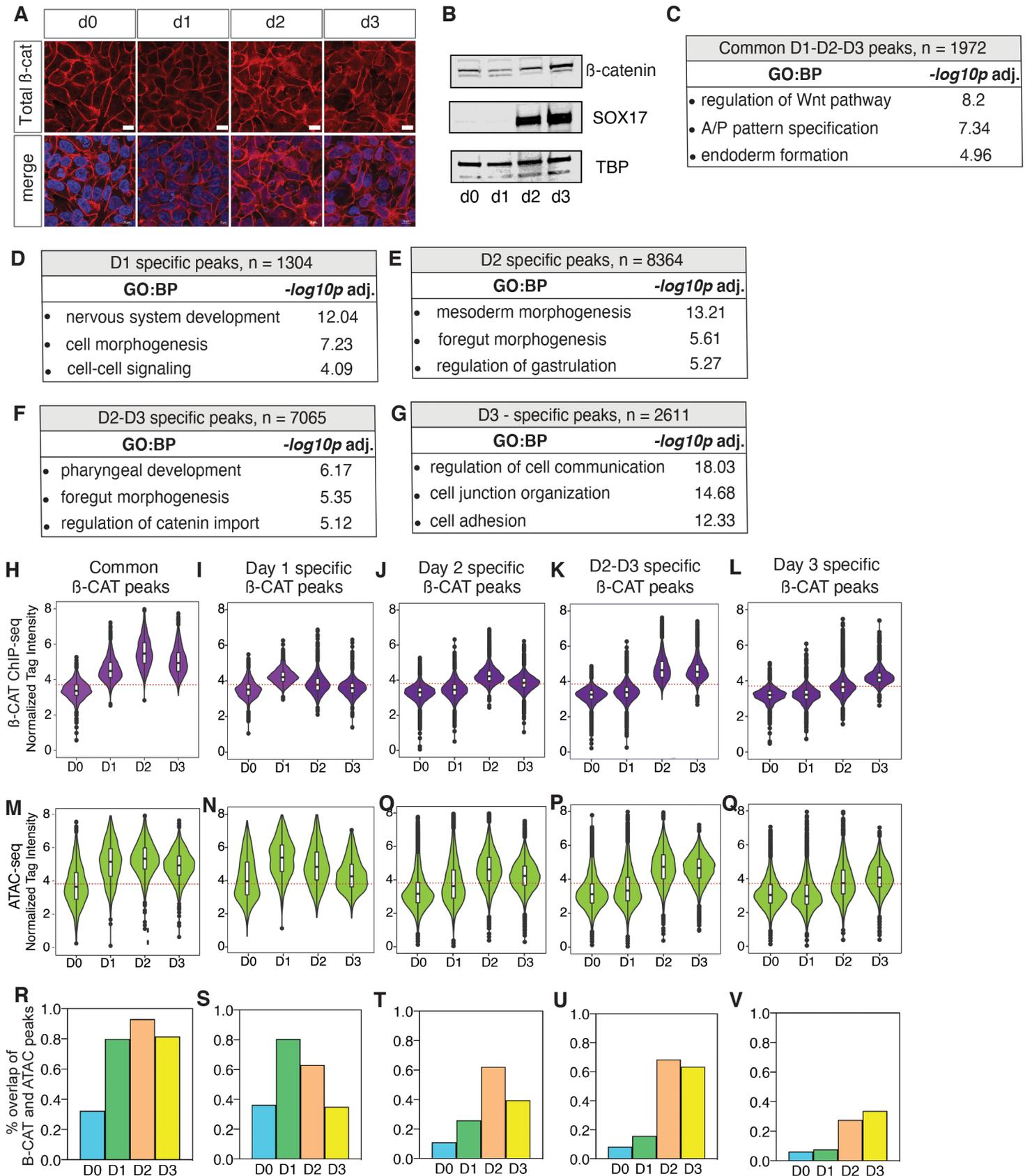


Figure S1 – Related to Figure 1. Characterization of β -catenin chromatin binding during DE differentiation. **A.** Immunostaining showing total β -catenin across days (d) 0 – 3 of differentiation (scale bar = 20 μ m). **B.** Western blots of nuclear extracts showing total β -catenin, SOX17 and TBP (loading control) protein levels. **C - G.** GO enrichment analysis of five clusters of β -catenin bound genomic regions: common peaks (**C**), Day 1 specific peaks (**D**), Day 2 specific peaks (**E**), Days 2 -3 specific peaks (**F**) and Day 3 specific peaks (**G**). For each category, the most enriched GO terms and the adjusted $-\log_{10}$ p-values (Fisher's exact test, FDR 5%) are shown. **H – L.** Quantification of β -catenin ChIP-Seq read densities of each category for each day. **M – Q.** Quantification of ATAC-Seq read densities. Dotted lines represent the approximate read density corresponding to the peak calling threshold. **H – K.** Statistical significance between read density of groups was determined by one-way ANOVA followed by multiple comparison via Tukey's post-hoc honestly significant difference and results are available at Supplementary Table 3. $p < 0.05$ was considered significant in all cases. **R – V.** Bar graphs showing the percentage of β -catenin peaks that overlap with 'open' ATAC-Seq peaks for each category at each day.

Figure S2 - Related to Figure 1

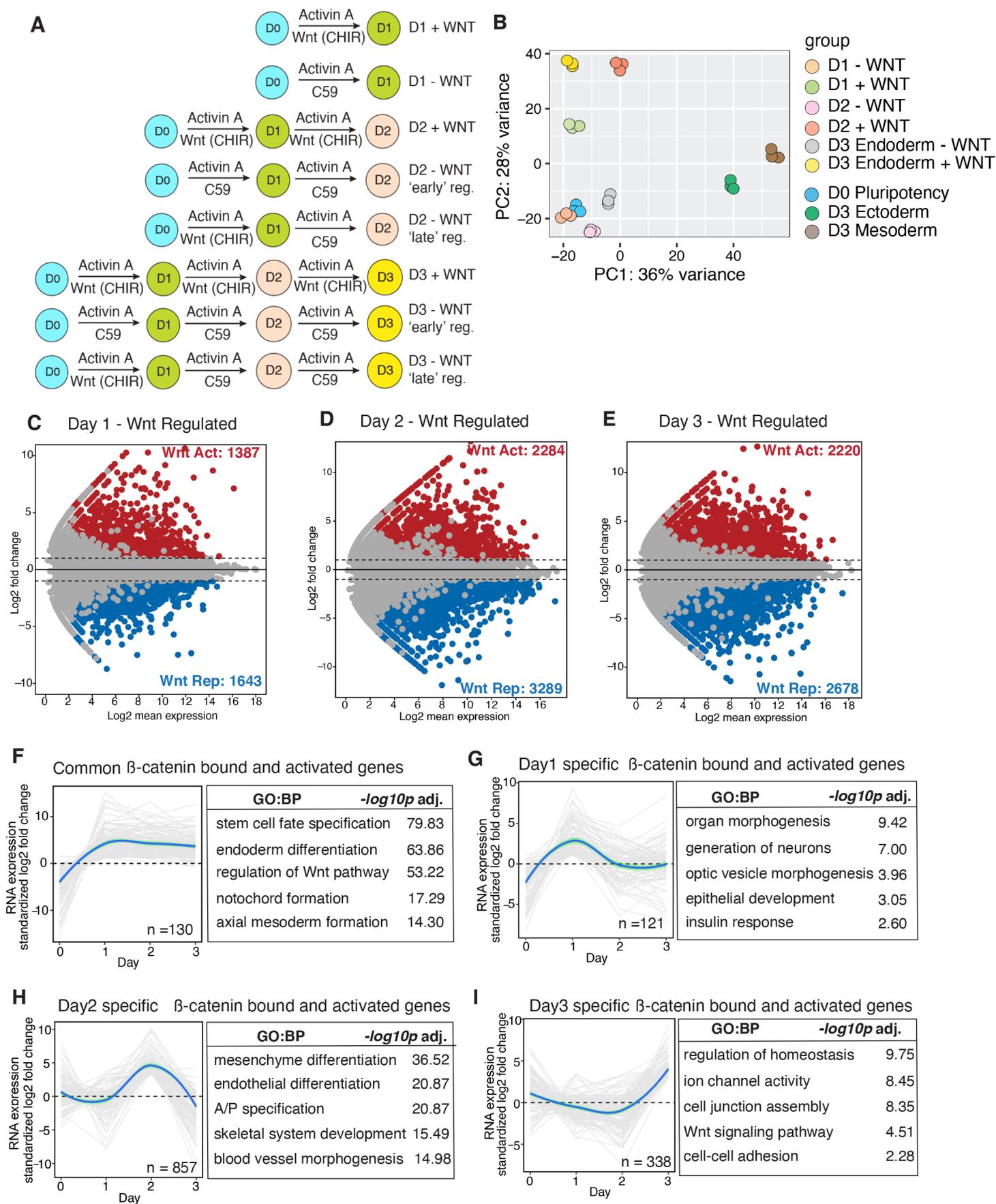
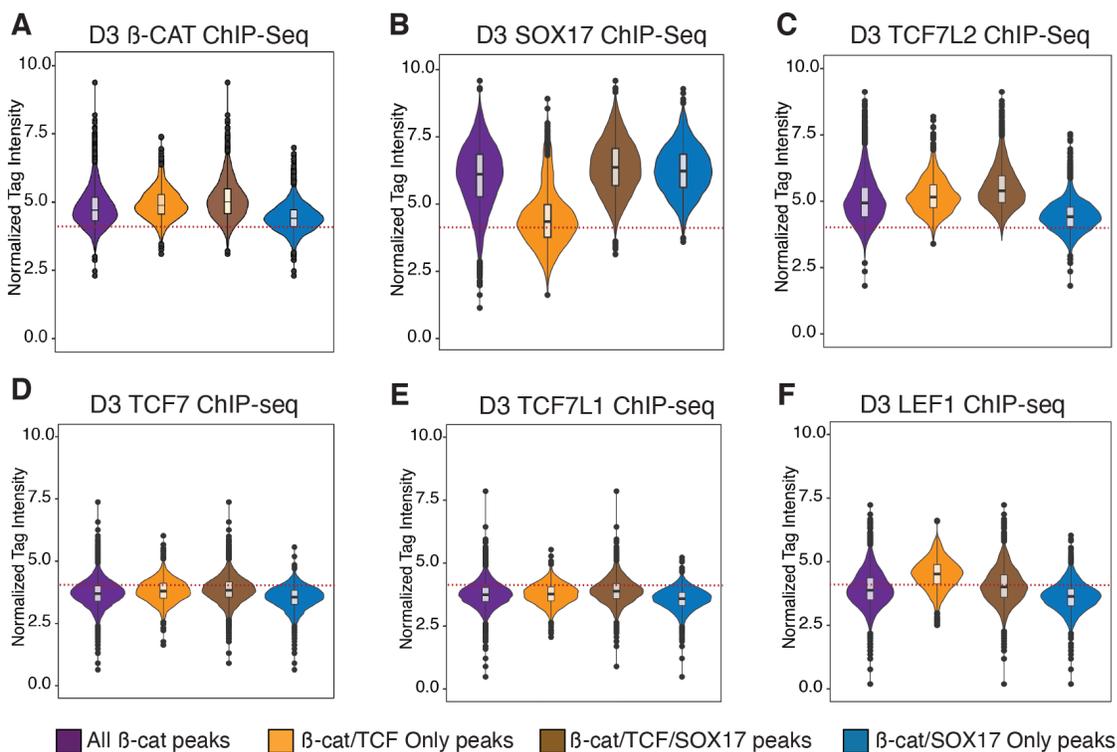


Figure S2 – Related to Figure 1. Dynamic Wnt-responsive genes during DE differentiation. A. Schematic showing different conditions and timings of CHIR and C59 treatment to identify Wnt regulated genes. **B.** principal component analysis (PCA) plot showing distribution of CHIR-treated (+WNT) and C59-treated (-Wnt) RNA-seq samples during endoderm differentiation, relative to day 3 mesoderm and ectoderm differentiation. **C - E** Differential expression analysis of +WNT versus -WNT samples (\log_2 fold change >1 , $p < 0.05$) to identify Wnt-responsive transcripts at days 1, 2 and 3 of differentiation. **F – I.** Relative expression levels of direct β -catenin bound and Wnt activated genes plotted as a *loess* smoothed trendline (individual transcript data is shown in light grey) for the following categories: common genes bound and regulated by β -catenin on all days of differentiation (**F**), Day 1 specific genes (**G**), Day 2 specific genes (**H**) and Day 3 specific genes (**I**) and GO enrichment analysis of each category.

Figure S3 - Related to Figure 2



G

All D3 β-CATpeaks, n = 11717			
Rank	Motif	q-val	% peaks
1.	 GATA	2.28e-01	70
2.	 TCF	5.57e-04	32.4
3.	 SOX	4.62e-02	37
D3 β-CAT/SOX17 only peaks, n = 4224			
Rank	Motif	q-val	% peaks
1.	 GATA	2.00e-04	73
2.	 TBX	6.16e-03	10
3.	 SOX	1.45e-02	12.6
D3 β-CAT/TCF only peaks, n = 1187			
Rank	Motif	q-val	% peaks
1.	 GATA	6.77e-03	35.8
2.	 TCF	4.6e-04	21.7
3.	 FOXA	1.92e-03	5.98
D3 β-CAT/SOX17/TCF peaks, n = 5544			
Rank	Motif	q-val	% peaks
1.	 GATA	8.18e-06	33.7
2.	 TCF	3.12e-05	17.8
3.	 FOXA	3.51e-04	9.9

Figure S3 – Related to Figure 2. Differential co-occupancy of β -catenin, SOX17 and TCFs in DE. A – F. Quantification of ChIP-seq tag density for β -catenin (**A**), SOX17 (**B**), TCF7L2 (**C**), TCF7 (**D**), TCF7L1 (**E**) and LEF1 (**F**) at the following peak categories: All β -catenin peaks, peaks bound only by β -catenin and TCF. Peaks co-bound by β -catenin, SOX17 and at least one TCF, peaks bound by β -catenin and SOX17 but not TCFs. Dotted lines represent the approximate read density corresponding to the peak calling threshold. **G.** *De-novo* DNA-binding motif analyses of the above-described peak categories.

Figure S4 - Related to Figure 3

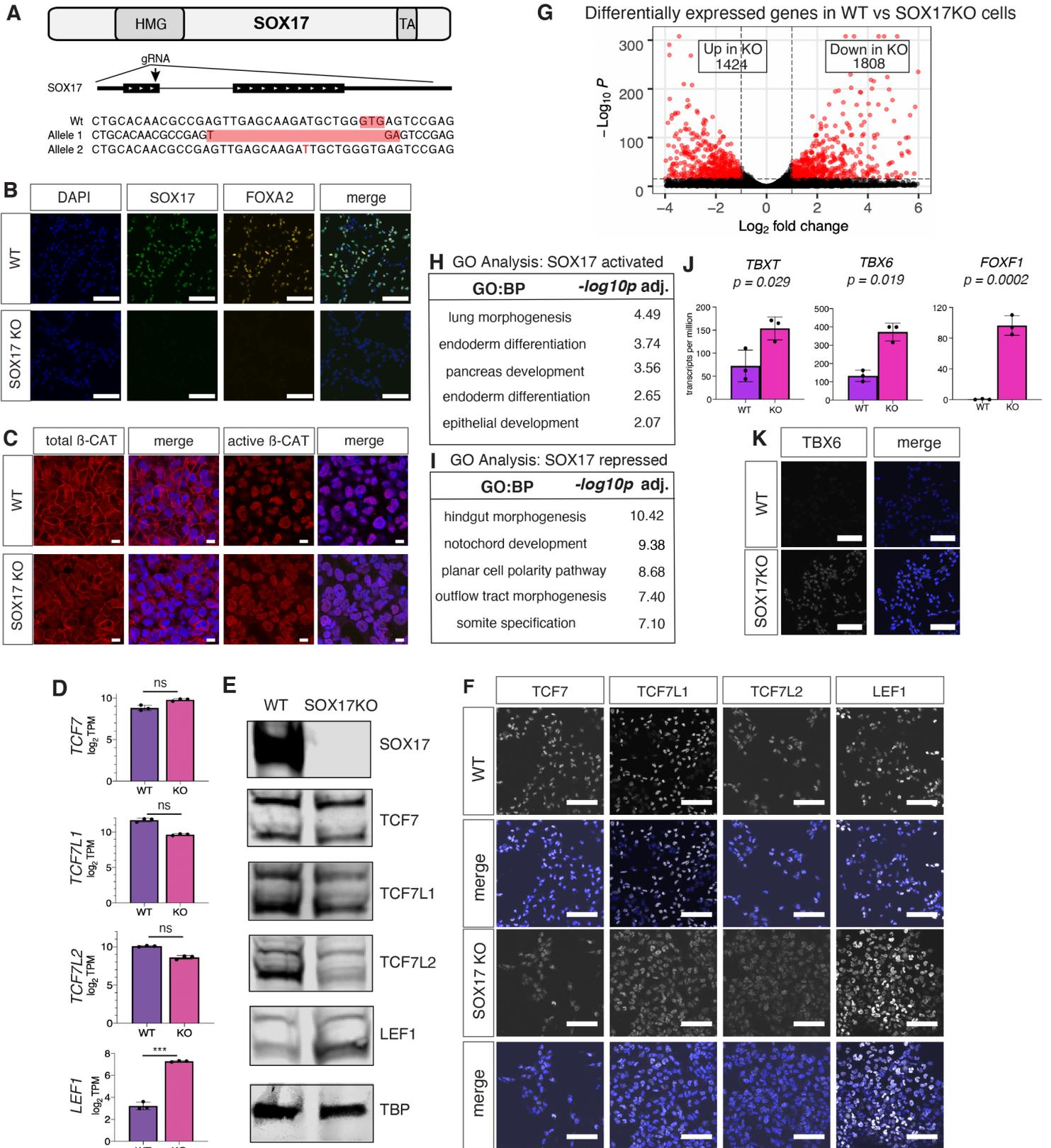
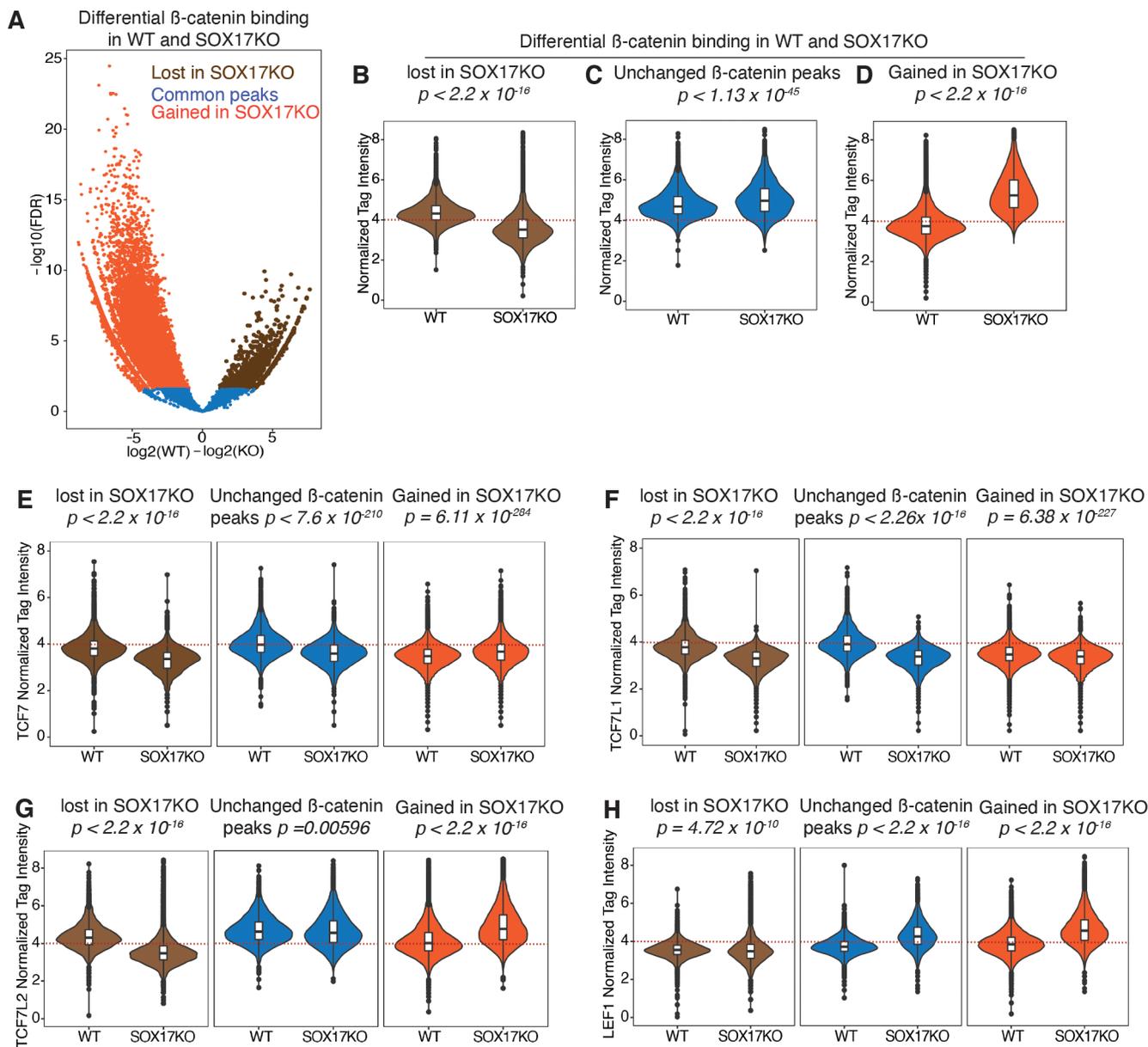


Figure S4 – Related to Figure 3. Characterization of SOX17 KO cells and identification of SOX17 regulated transcripts. **A.** Schematic showing the CRISPR-Cas9 targeting strategy to generate the homozygous mutant SOX17 knockout (KO) line. **B.** Immunostaining showing expression of endoderm markers SOX17 and FOXA2 in WT and SOX17KO cells (scale bar = 100 μ m). **C.** Immunostaining of total and active β -catenin protein levels in WT and SOX17KO cells (scale bar = 50 μ m). **D.** RNA-seq expression levels (log₂ transformed TPM) of *TCF7*, *TCF7L1*, *TCF7L2* and *LEF1* in WT and SOX17KO cells. ***p= 0.0002, non-parametric Mann-Whitney U tests. Not significant (ns). **E.** Western blots and **F.** immunostaining showing protein expression levels of TCF7, TCF7L1, TCF7L2 and LEF1 in WT and SOX17KO cells (scalebar = 100 μ m). **G.** Volcano plot showing differentially expressed genes between WT and SOX17KO (Log₂ foldchange >1, p< 0.05). **H– I.** Most enriched GO terms associated with SOX17 activated and SOX17 repressed genes and the adjusted -log₁₀ transformed p-values (Fisher's exact test, FDR 5%). **J.** RNA-seq expression levels (log₂ transformed TPM) of exemplar mesoderm markers in WT and SOX17KO cells. P-values were calculated via the non-parametric Mann Whitney U test. **K.** Immunostaining of mesoderm marker TBX6 in WT and SOX17KO cells (scale bar = 100 μ m).

Figure S5 Related to Figure 4



I

β -catenin peaks lost in SOX17KO, n = 4337						
Rank	Motif	<i>p</i> -val	% peaks	GO:BP	$-\log_{10} p$ adj.	
1.		GATA	7.97e-03	48.8	• primary germ layer formation	6.10
2.		SOX	8.27e-07	76.8	• digestive tract morphogenesis	5.03
3.		FOXA	5.65e-04	17.6	• pancreatic differentiation	3.49
unchanged β -catenin, n = 3894						
Rank	Motif	<i>p</i> -val	% peaks	GO:BP	$-\log_{10} p$ adj.	
1.		GATA	8.93e-03	57.4	• endothelial tube morphogenesis	5.69
2.		TCF	1.09e-03	33.3	• sprouting angiogenesis	4.53
3.		TBX	5.15e-04	34.8	• VEGF signaling pathway	4.13
β -catenin peaks gained in SOX17KO, n = 24096						
Rank	Motif	<i>p</i> -val	% peaks	GO:BP	$-\log_{10} p$ adj.	
1.		GATA	4.57e-03	85.1	• cardiac septum morphogenesis	75.38
2.		TCF	4.31e-06	24.0	• E-M transition	42.26
3.		SMAD	2.11e-04	31.5	• catenin import into nucleus	22.44

Figure S5 – Related to Figure 3. Differential β -catenin ChIP-seq peaks in WT and SOX17 KO cells. A.

Volcano plot showing distribution of differential β -catenin binding events in WT and SOX17KO (fold change >1.5, FDR $p < 0.05$). Brown dots represent β -catenin peaks lost in SOX17KO, blue dots are β -catenin peaks gained in SOX17KO, and orange dots are β -catenin peaks that did not change. **B - D.** Quantification of β -catenin ChIP-seq density of each of the above-described categories in WT and SOX17KO cells plotted as boxplots. P values were calculated via the Wilcoxon rank sum test. **E – H.** Violin plots quantifying TCF7, TCF7L1, TCF7L2 and LEF1 ChIP-seq read densities at loci bound β -catenin for each of the above categories in WT and SOX17KO cells. P values calculated by Wilcoxon rank sum test comparing WT and SOX17KO cells. **I.** *De-novo* DNA-binding motif analysis and GO term enrichment of genes associated with β -catenin peaks in each category.

Figure S6 - Related to Figure 3

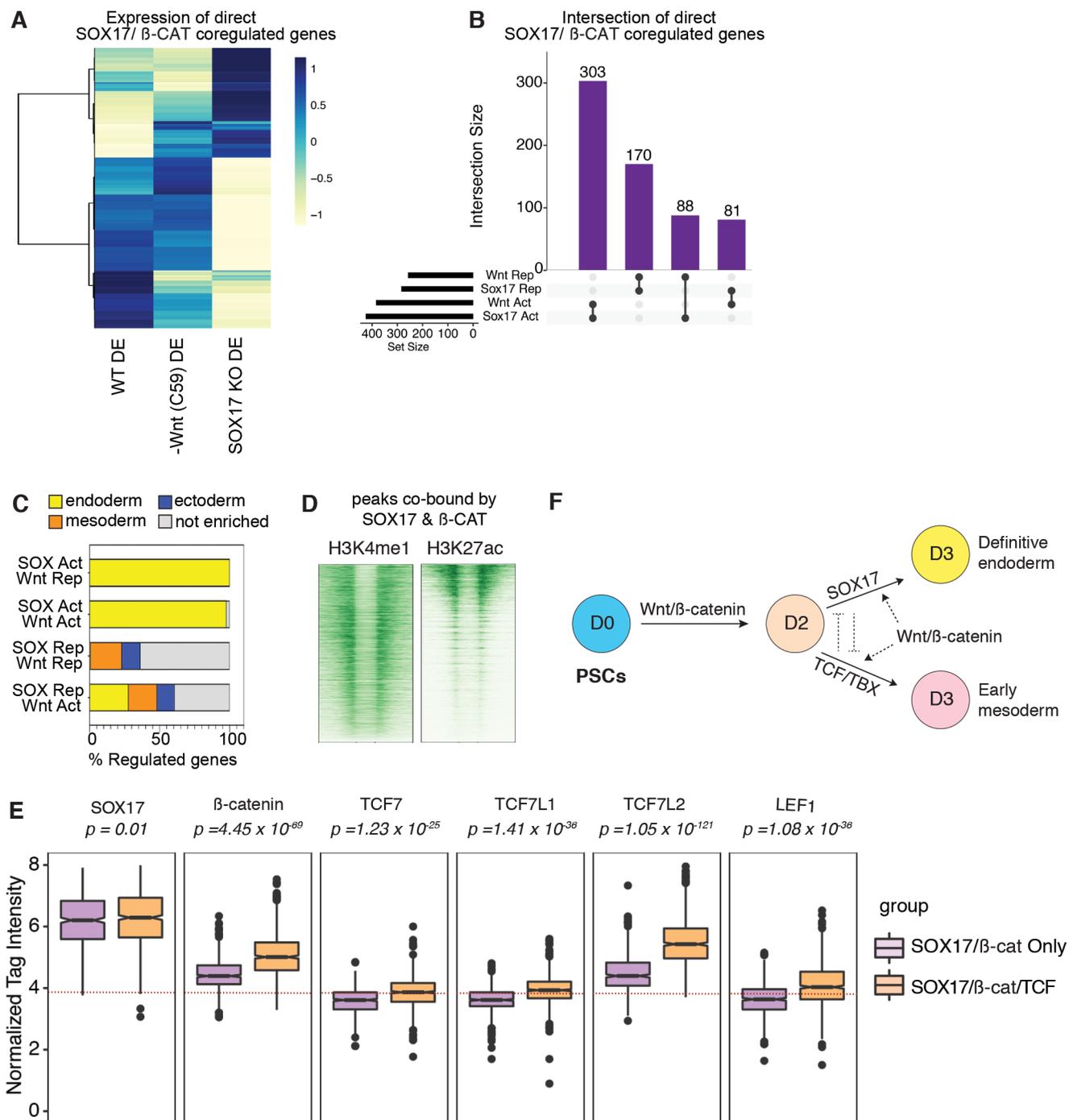


Figure S6 – Related to Figure 3. Analysis of genes co-regulated by SOX17 and WNT/ β -catenin. A.

Heatmap showing unsupervised clustering of RNA-seq expression for all genes cobound and coregulated by SOX17 and β -catenin in wild type, C59 treated (-Wnt) or SOX17KO Day 3 DE cells. **B.** UpSET plot showing distribution of SOX17/ β -catenin coregulated genes that are also associated with co-bound enhancers, indicating whether a gene is activated (act) or repressed (rep) by SOX17 or WNT. **C.** Stacked bar graphs showing the percentage of genes associated with SOX17/ β -catenin coregulated peaks that have enriched expressed in the endoderm (yellow), mesoderm (orange) or ectoderm (blue) peaks. Day 3 endoderm, mesoderm or ectoderm enriched genes were defined by re-analysis of the following datasets: GSM1112846, GSM1112844 (RNA-Seq of Day 3 ectoderm cells) and GSM1112835, GSM1112833 (RNA-Seq of Day 3 mesoderm cells) **D.** H3K4me1 (data analyzed from GSM772971) and H3K27ac ChIP-Seq density plots of 1670 loci cobound and coregulated by SOX17/ β -catenin from Fig. 3G. **E.** Quantification of ChIP-seq read density for SOX17, β -catenin, TCF7, TCF7L1, TCF7L2 and LEF1 binding to loci that are occupied only by SOX17/ β -catenin but not any TCF (pink) and loci occupied by co-occupied by SOX17, β -catenin and at least one TCF. P values were calculated via the Wilcoxon rank sum test. Dotted lines represent the approximate read density corresponding to the peak calling threshold. **F.** Schematic summarizing SOX17 and WNT/ β -catenin interactions during endoderm differentiation.

Figure S7 - Related to Figure 4

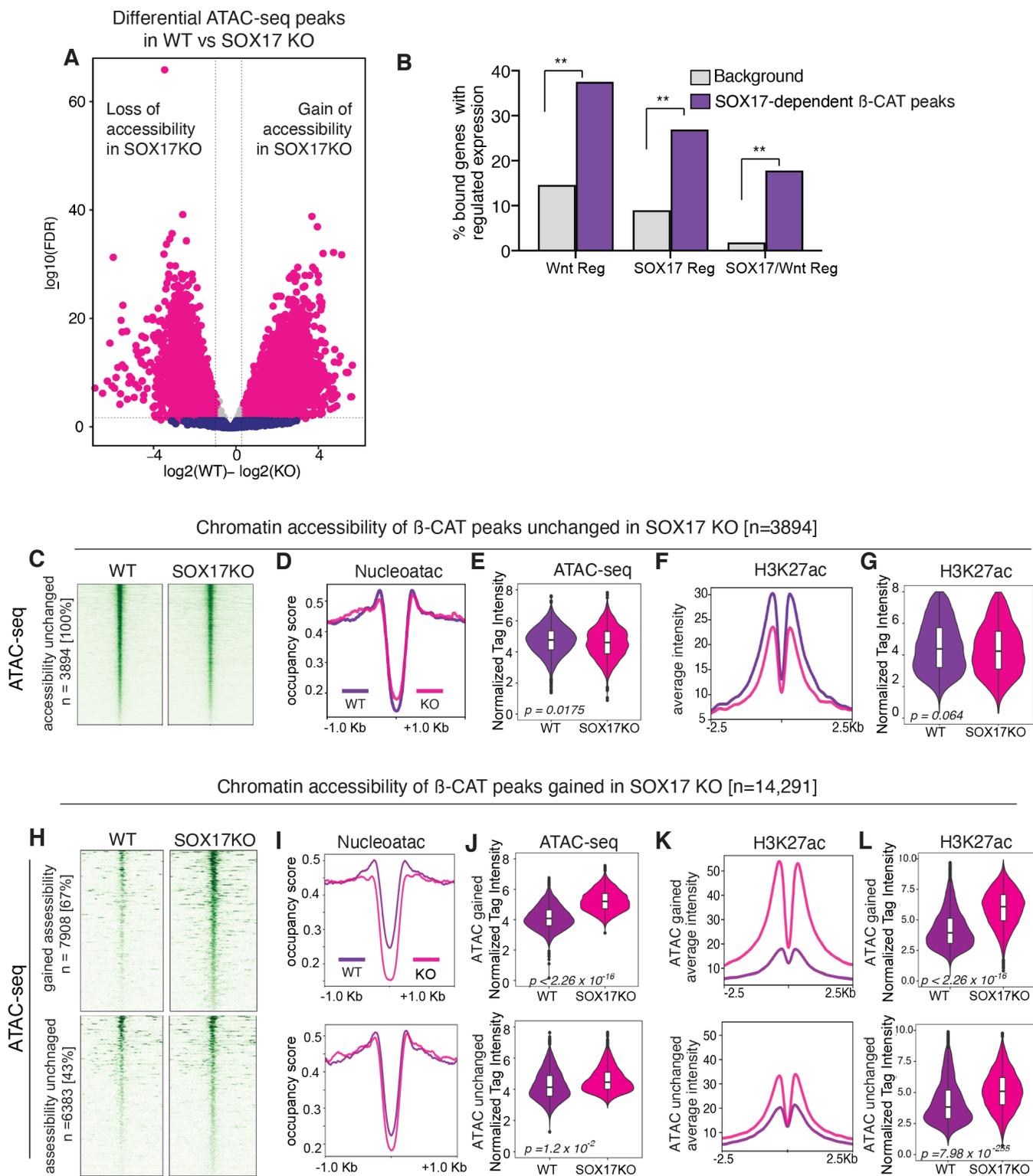


Figure S7 – Related to Figure 4. ATAC-seq and epigenetic analysis of β -catenin bound loci. **A.** Volcano plot showing differential SOX17-dependent chromatin accessibility in WT and SOX17KO cells (fold change > 1.5, FDR $p < 0.05$) **B.** Bar graph showing the proportion of genes associated with SOX17-dependent β -catenin chromatin binding and are not bound by TCFs, that have Wnt-regulated and/or SOX17-regulated expression. Background is all genes in the genome. ** $p = 9.8 \times 10^{-208}$ for Wnt regulated genes, $p = 6.26 \times 10^{-187}$ for SOX17 regulated genes, $p < 2.2 \times 10^{-16}$ for SOX17/Wnt coregulated genes, Fisher's exact test. **C.** Density plot of ATAC-seq signal for β -catenin peaks unchanged in SOX17KO. **D.** ATAC-seq metaplot showing average nucleosome occupancy signal at unchanged β -catenin peaks and **E.** quantification of ATAC-Seq read densities. **F.** Metaplots showing averages H3K27ac ChIP-seq signal at loci with unchanged β -catenin peaks and **G.** quantification of H3K27ac signal intensity as boxplots in WT and SOX17KO cells. P values calculated by the Wilcoxon rank sum test. **H.** Density plot of ATAC-seq signal for loci that gain β -catenin peaks in SOX17KO cells. Heatmaps showing ATAC signal intensity of two classes of new β -catenin peaks; those that gain accessibility in SOX17KO cells and those where accessibility is unchanged in both WT and SOX17KO. **I.** Metaplot of nucleosome occupancy signal showing average nucleosome occupancy and **J.** quantification of ATAC-Seq signal at both classes of *de-novo* β -catenin enhancers. **K.** Metaplot and **L.** quantification of H3K27ac ChIP-seq read intensity. P values were calculated via the Wilcoxon rank sum test.

Figure S8 - Related to Figure 5

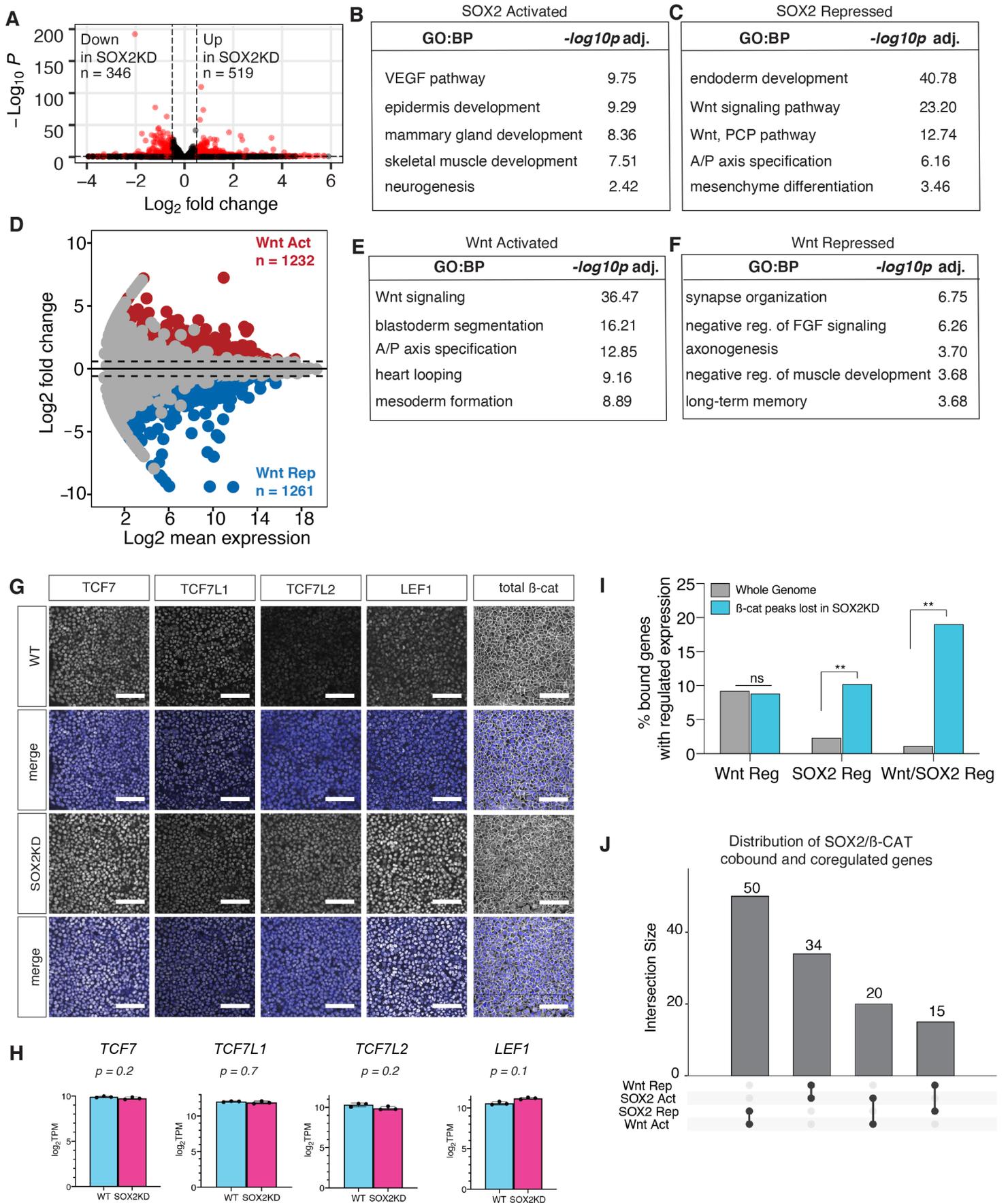


Figure S8 – Related to Figure 5. Identification of SOX2-regulated and WNT-regulated genes in NMPs. A.

Identification of SOX2-regulated transcripts. Volcano plot showing differential gene expression (log₂ fold change >1, FDR p<0.05) upon CRISPR-mediated SOX2 knockdown (KD). **B – C.** GO term enrichment analysis of SOX2 activated and repressed genes. **D.** Identification of WNT-regulated transcripts in NMPs. MA-plot showing differential gene expression comparing Day3 NMPs differentiated with CHIR or C59 to inhibit WNT. **E – F.** Enriched GO terms associated with Wnt activated (Act) and Wnt repressed (Rep) genes, -log₁₀ transformed p-values (Fisher's exact test, FDR 5%). **G.** Immunostaining showing TCF7, TCF7L1, TCF7L2, LEF1 and total β-catenin protein levels in WT and SOX2KD cells. (scalebar = 50 μm). **H.** RNA-seq expression levels (log₂ TPM) of *TCF7*, *TCF7L1*, *TCF7L2* and *LEF1* in WT and SOX2KD cells. P-values were determined by two-tailed student's T-test. **I.** Bar graph showing the proportion of genes associated β-catenin peaks lost in SOX2KD that also have Wnt-regulated, SOX2-regulated and SOX2/Wnt-coregulated expression. Fisher's exact test, $p = 0.473$ (ns) for Wnt regulated genes, $p = 8.76 \times 10^{-29}$ for SOX2 regulated genes, $p = 7.10 \times 10^{-29}$ for SOX2/Wnt coregulated genes. **J.** UpSET plot showing distribution of coregulated β-catenin and SOX2 enhancers.

Figure S9. Related to Figure 5

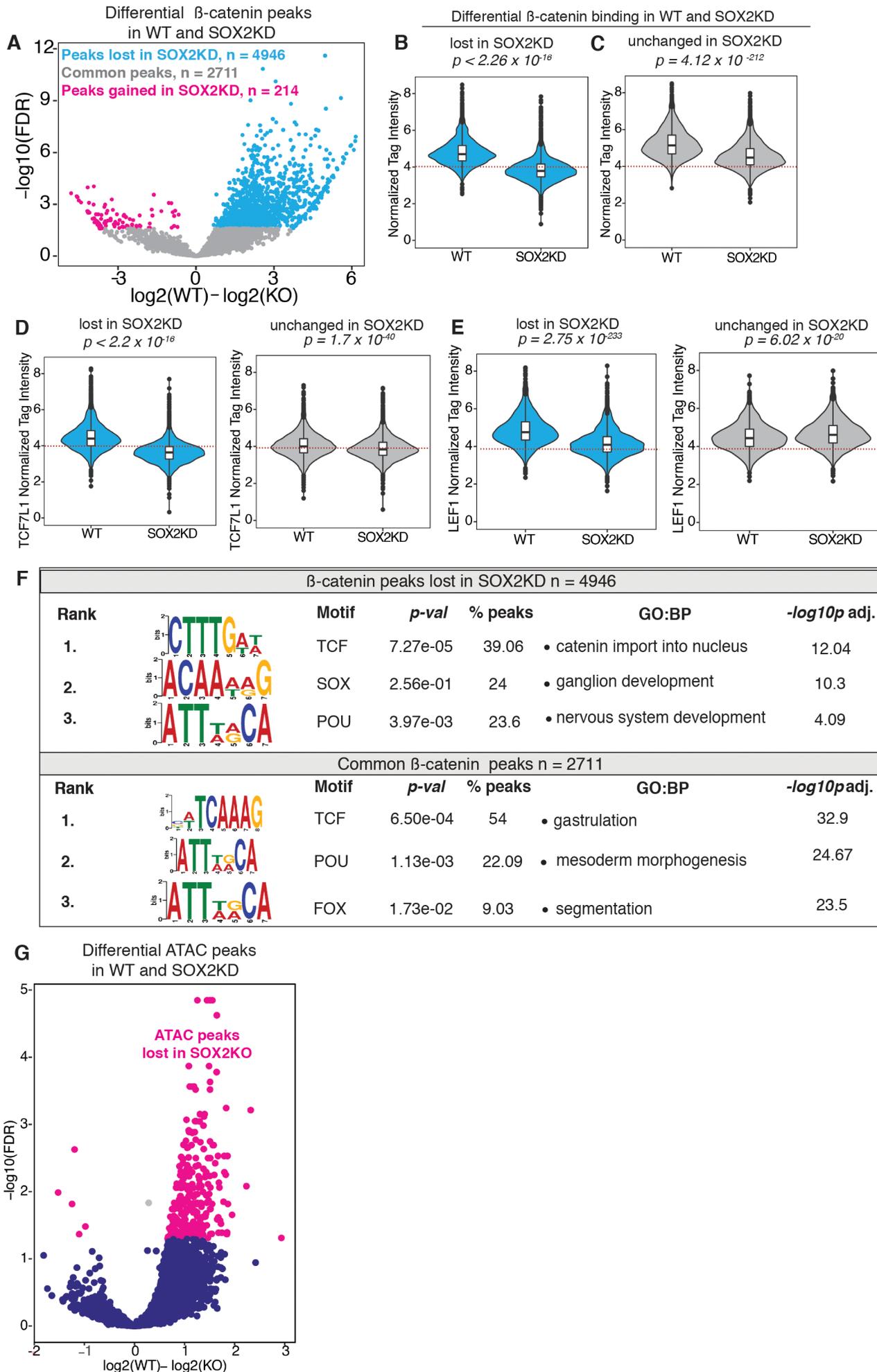


Figure S9 – Related to Figure 5. Analysis of SOX2-dependent β -catenin chromatin binding. **A.** Volcano plot showing distribution of differentially bound β -catenin ChIP-seq peaks in WT versus SOX2KD cells (fold change >1.5 , $p < 0.05$). **B – C.** Quantification of β -catenin ChIP-seq read densities in WT and SOX2KD cells at loci that either lose β -catenin (B) or where β -catenin binding is unchanged in SOX2KD. P-values were calculated via the Wilcoxon rank sum test. **D – E.** Quantification of TCF7L1 and LEF1 ChIP-seq read densities at both categories of peaks. P-values were calculated via the Wilcoxon rank sum test. Dotted lines represent the approximate read density corresponding to the peak calling threshold. **F.** Table showing *de-novo* DNA-binding motif analysis and GO term enrichment analysis of β -catenin peaks that are lost or unchanged in SOX2KD NMPs. **G.** Volcano plot showing differentially accessible peaks as determined by ATAC-Seq in WT and SOX2KD cells (fold change >1.5 , $p < 0.05$).

Figure S10 - Related to Figure 6

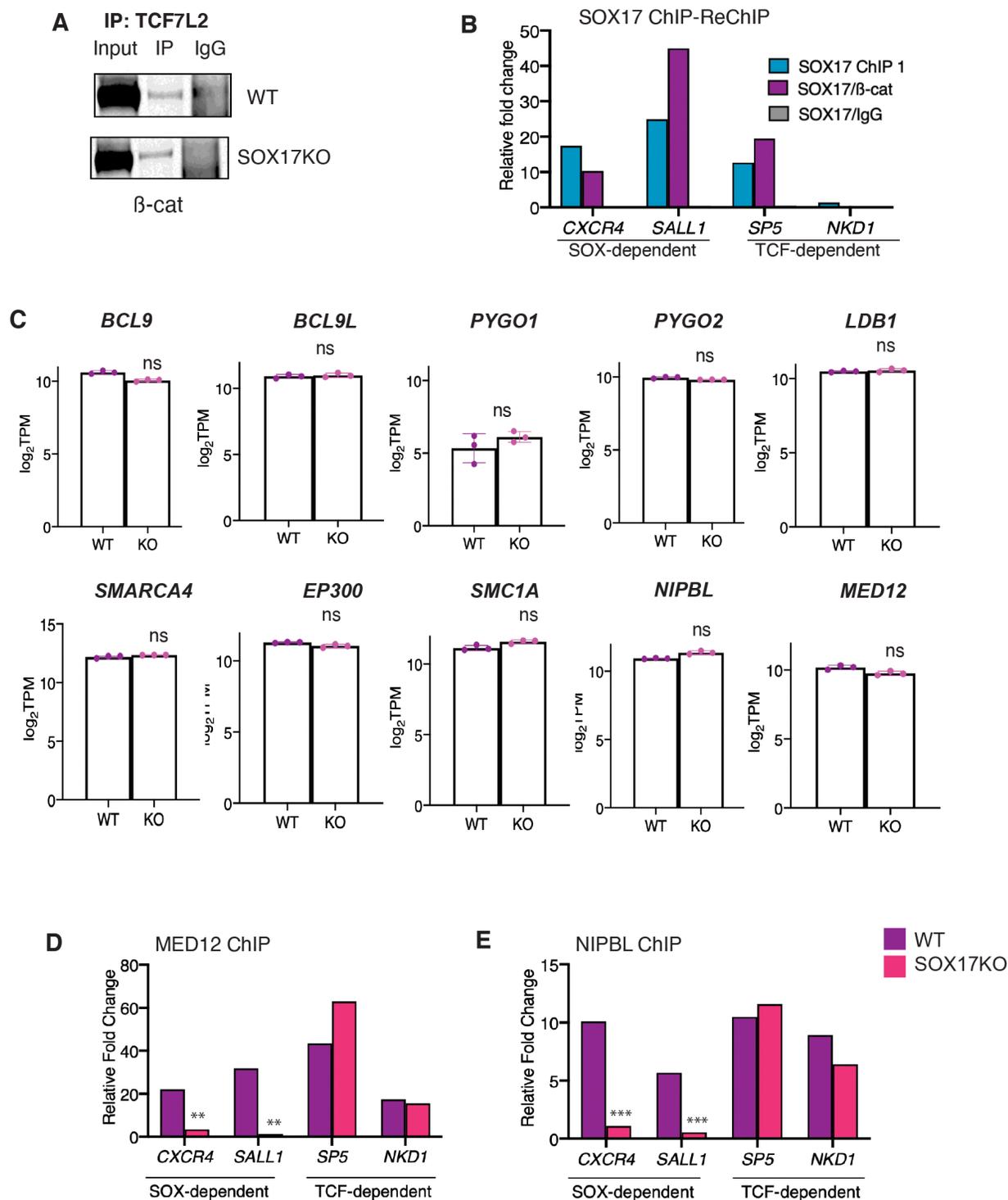


Figure S10 – Related to Figure 6. Analysis of enhancer complex components. A. Western blot confirming SOX17KO does not disrupt TCF7L2 and β -catenin binding in co-immunoprecipitation. **B.** SOX17 ChIP-reChIP assays. Representative qPCR showing relative fold DNA recovery following either SOX17 ChIP-qPCR or ChIP-reChIP with β -catenin at SOX-dependent or TCF-independent enhancers. **C.** RNA-seq expression levels (\log_2 TPM) of Wnt-enhanceosome components or epigenetic interactors of β -catenin in WT and SOX17KO cells. ns = not significant in two-tailed student's T-test. **D – E.** ChIP-qPCR of MED12 and NIPBL showing relative DNA recovery at SOX-dependent or TCF-dependent enhancers. * = $p < 0.05$, ** = $p < 0.01$, *** = $p < 0.001$ based on two-tailed student's T-test.