

A Pandas complex adapted for piRNA-guided transposon silencing

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45 **Abstract**

46

47 **The repression of transposons by the Piwi-interacting RNA (piRNA) pathway is essential to**
 48 **protect animal germ cells. In *Drosophila* ovaries, Panoramix (Panx) enforces transcriptional**
 49 **silencing by binding to the target-engaged Piwi-piRNA complex, although the precise**
 50 **mechanisms by which this occurs remain elusive. Here, we show that Panx functions**
 51 **together with a germline specific paralogue of a nuclear export factor, dNxf2, and its**
 52 **cofactor dNxt1 (p15), as a ternary complex to suppress transposon expression. Structural**
 53 **and functional analyses demonstrate that dNxf2 binds Panx via its UBA domain, which plays**
 54 **an important role in transposon silencing. Unexpectedly, dNxf2 interacts directly with dNxf1**
 55 **(TAP), a general nuclear export factor. As a result, dNxf2 prevents dNxf1 from binding to the**
 56 **FG repeats of the nuclear pore complex, a process required for proper RNA export.**
 57 **Transient tethering of dNxf2 to nascent transcripts leads to their nuclear retention.**
 58 **Therefore, we propose that dNxf2 may function as a Pandas (Panoramix-dNxf2 dependent**
 59 **TAP/p15 silencing) complex, which counteracts the canonical RNA exporting machinery**
 60 **and restricts transposons to the nuclear peripheries. Our findings may have broader**
 61 **implications for understanding how RNA metabolism modulates epigenetic gene silencing**
 62 **and heterochromatin formation.**

63

64 Transposons are highly abundant in eukaryotes and make up nearly half of the human genome.
 65 To maintain eukaryotic genome integrity, nascent transcripts of transposons are often targeted by
 66 nuclear Argonaute proteins for transcriptional gene silencing (TGS)¹⁻⁵. In animal gonads, the PIWI-
 67 clade Argonautes guided by piRNAs (PIWI-interacting RNA) are thought to recognize nascent
 68 transposon transcripts and direct sequence-specific heterochromatin formation¹⁻⁵. As a critical
 69 cofactor of *Drosophila* nuclear Piwi, Panoramix (Panx, also known as Silencio) links the target-
 70 engaged Piwi-piRNA complex to the general silencing machinery^{6,7}. Enforced tethering of Panx to
 71 nascent transcripts leads to cotranscriptional silencing and correlates with deposition of histone H3
 72 lysine 9 trimethylation (H3K9me3) marks^{6,7}. However, the mechanism by which Panx mediates this
 73 repression remains unknown. An equally important question is why H3K9me3 marks are not always
 74 sufficient for transposon silencing⁸.

75
 76 To understand this fundamental question, we cross-examined proteins that co-
 77 immunoprecipitated with Panx (Extended Data Fig. 1a) and piRNA pathway candidate genes from
 78 RNA interference (RNAi) screens⁹⁻¹². Unexpectedly, dNxf2 was identified as a potential cofactor of
 79 Panx (Extended Data Fig. 1a-c). dNxf2 belongs to an evolutionarily conserved NXF (nuclear export
 80 factor) family of proteins, yet depletion of dNxf2 has no effect on polyadenylated mRNA export^{13,14}.
 81 Instead, dNxf2 and its cofactor dNxt1 (also known as p15) have both been identified in two
 82 published RNAi screens as being essential for transposon silencing^{9,10}. Like Panx, dNxf2 is
 83 specifically expressed in female gonads (Extended Data Fig. 1d).

84
 85 To validate the interaction between Panx and dNxf2, GFP immunoprecipitation was performed
 86 from the ovaries expressing GFP-Panx fusion proteins under its native promoter. Results of mass
 87 spectrometry (Extended Data Fig. 1b) and western blot analysis demonstrated that endogenous
 88 dNxf2 was associated with Panx (Fig. 1a). Likewise, dNxf2-Halo with a Halo-tag integrated into the

C-terminus was able to precipitate endogenous Panx from Ovarian Somatic Cell (OSC) lysates (Fig. 1b and Extended Data Fig. 6e). Next, we tested whether dNxf2 is functionally required for Panx-mediated silencing. The luciferase transcripts with BoxB sites in their 3' untranslated regions are repressed if λ N-Panx is tethered^{6,7}. The expression level of luciferase was measured upon germline-specific knockdowns of either dNxf2 or dNxt1 (Fig. 1c). Despite constitutive tethering of λ N-Panx, loss of either dNxf2 or dNxt1 significantly weakens the ability of Panx to repress the reporter, as compared to the controls (Zuc or attp2, Fig. 1c). Consistent with the reporter derepression, transposon transcripts are elevated upon dNxf2 RNAi (Extended Data Fig. 1e). Taken together, our data suggests that dNxf2 and dNxt1 may function as a heterodimer, either with or downstream of Panx, to suppress transposon expression.

Next, we used RNA sequencing (RNA-seq) to examine global effects on transposon expression with germline-specific knockdowns of dNxf2, compared with Panx RNAi (Fig. 1d-f). As expected, dNxf2 knockdown triggered a dramatic increase of transposon transcripts (Fig. 1d), similar to that of Panx (Fig. 1e-f), suggesting that dNxf2 is specifically required for silencing of transposons repressed by Panx. To rule out off-target effects of RNAi, a loss of function mutant of dNxf2 was generated using CRISPR/Cas9 (Extended Data Fig. 2a)¹⁵. The dNxf2 mutant female flies carrying a deletion of 20 amino acids at the N-terminus were completely sterile (Extended Data Fig. 2b), similar to other core piRNA pathway mutants⁶. Yet, loss of dNxf2 showed little effect on Piwi nuclear localization or stability (Extended Data Fig. 2c-d), indicating that dNxf2 functions as an effector protein rather than in piRNA biogenesis. Consistent with this notion, the dNxf2 mutants showed global upregulation of transposons (Extended Data Fig. 2e-g) and derepression of the luciferase reporter, despite the λ N-Panx tethering (Extended Data Fig. 3a). Unexpectedly, absence of dNxf2 noticeably reduces endogenous Panx protein levels (Extended Data Fig. 2d). To rule out the possibility that dNxf2 may indirectly affect transposons via Panx stability, transposon expression

114 levels were measured upon overexpression of λ N-Flag-Panx under the dNxf2 mutant background
115 (Extended Data Fig. 3a-e). Still, the dNxf2 mutant female flies lost transposon controls (Extended
116 Data Fig. 3c-d) and were completely sterile, as if Panx did not exist (Extended Data Fig. 3e).

117

118 The striking phenotypic similarities between dNxf2 and Panx prompted us to test whether these
119 two proteins interact directly. We used yeast two-hybrid (Y2H) assays to determine the interacting
120 regions. The domain architecture of dNxf2 is very similar to that of the canonical RNA export factor,
121 dNxf1 (also known as TAP or sbr, Fig. 2a). Both proteins contain leucine-rich repeats (LRR), an
122 RNA recognition motif (RRM), a nuclear transport factor 2 (NTF2)-like domain, and a ubiquitin-
123 associated domain (UBA). Interestingly, Panx only interacts with the UBA domain of dNxf2 but not
124 that of dNxf1 (Fig. 2b), indicating that this interaction between Panx and dNxf2 is specific (Fig. 2b).
125 Surprisingly, neither the full length nor the NTF2+UBA fragment of dNxf2 could bind Panx (Fig. 2b),
126 suggesting that the UBA domain of dNxf2 might be in a “closed” conformation in the presence of
127 the NTF2 domain. In this regard, the interactions between dNxt1 and the NTF2 domains of either
128 dNxf2 or dNxf1 are also weakened in the presence of its UBA domain (Fig. 2c). Since *Drosophila*
129 Nxt1 itself is absent in the Y2H system, we tested whether dNxt1 might release the UBA domain
130 from the NTF2 domain to permit Panx binding. Indeed, ectopic expression of dNxt1 is sufficient to
131 allow full length dNxf2 to interact with Panx in a Y2H assay (Fig. 2d). Next, we mapped the minimum
132 region of Panx down to residues 315-343 (NIR, dNxf2 interacting region) as sufficient for UBA
133 binding (Fig. 2e and Extended Data Fig. 3f). Consistent with the fact that dNxt1 forms a heterodimer
134 with dNxf2¹³, we found that dNxt1 co-migrates with a fusion protein of dNxf2^{NTF2+UBA}-(Gly-Ser)₄-
135 Panx^{NIR} by size-exclusion chromatography (Fig. 2f), suggesting that Panx, dNxf2, and dNxt1 may
136 exist as a ternary complex. We were not able to crystallize the dNxf2^{NTF2} domain; instead, we
137 crystallized dNxf1^{NTF2} in complex with dNxt1 and determined the structure (Extended Data Fig. 4a).
138 Residues that may be involved in the binding of dNxf2^{NTF2} to dNxt1 were modeled according to the

sequence alignment result and the structure of dNxf1^{NTF2} (Extended Data Fig. 4b). dNxf2^{NTF2} maintained most, if not all, residues that interact with dNxt1 as validated by the Y2H and co-immunoprecipitation assays (Fig. 2c and Extended Data Fig. 4a-e), indicating that the interaction mode of dNxf2^{NTF2}/dNxt1 complex is like that of dNxf1^{NTF2}/dNxt1.

Purified Panx^{NIR} forms a stable complex with the UBA domain of dNxf2 with a dissociation constant of ~3.2 μ M as measured by isothermal titration calorimetry (ITC) (Fig. 2g). To further explore the molecular basis of interactions between dNxf2 and Panx, we determined the crystal structure of the dNxf2-Panx complex (Fig. 3a-d). Despite many efforts, only the fusion protein of dNxf2^{UBA}-(Gly-Ser)₄-Panx^{NIR} could successfully be crystallized. The structure was solved at 1.5 Å resolution (Extended Data Table 1). dNxf2^{UBA} forms a compact three-helix bundle (α 1- α 3) with a α 1-helix (η 1) at the C-terminus (Fig. 3b). The Panx^{NIR} is folded into a long α -helix and lays on the hydrophobic surface formed by α 2 and α 3 (Fig. 3b-c and Extended Data Fig. 4f). A324, A328, V331, L332, and I335 on Panx interact with V800, F819, F826, F840, L823 and I827 on dNxf2 via hydrophobic interactions (Fig. 3d). Moreover, R321 and R327 on Panx form salt bridges with D837 and E799 on Nxf2^{UBA}, respectively (Fig. 3d). To validate the intermolecular interactions between dNxf2 and Panx, key residues on the interacting interface were mutated (Fig. 3e). While either the L823A or D837A single point mutation affected the binding between Panx and dNxf2^{UBA}, the double point mutation of dNxf2^{UBA} (F826A/I827A) nearly abolished its interaction with Panx in both Y2H and co-immunoprecipitation assays (Fig. 3e-f), highlighting the significant contribution of these residues in Panx binding.

In contrast to the highly charged surface of the Nxf1-type UBA (for example human Nxf1/hsNxf1 or yeast Mex67/scMex67), dNxf2^{UBA} favors hydrophobic binding with Panx (Fig. 3c and Extended Data Fig. 5a-b). Key residues on the interacting interface are highly conserved

among different *Drosophila* species but altered in the Nxf1-type UBA (Extended Data Fig. 5a). On the opposite surface of the Nxf1-type UBA, a hydrophobic pocket is formed to accommodate the FxFG peptide of the nuclear pore complex (NPC) (Extended Data Fig. 5c-d). However, this pocket is missing in dNxf2^{UBA} due to a salt bridge formed between K829 and E814 (Extended Data Fig. 5c). Additionally, the bulky side chain of L825 on dNxf2^{UBA} may hinder FG binding (Extended Data Fig. 5c). In contrast, the corresponding amino acids in hsNxf1 (A602) or scMex67 (G583) contained much smaller side chains (Extended Data Fig. 5c-d), therefore, giving space for FxFG interactions. Consistent with the structural predictions, the dNxf2^{UBA} domain was unable to bind to the FG-repeats of dNup214, a NPC component known to interact with dNxf1^{UBA} in both Y2H and GST pull down assays (Fig. 3h and Extended Data Fig. 5e)¹⁴. Similar GST pull down results were obtained using the FG-repeats from dNup358 (Fig. 3h). Since two copies of FG binding domains (NTF2 and UBA) are minimally required for proper RNA export¹⁶, dNxf2 lacks at least one copy of the FG binding domain (UBA) and thus cannot export RNAs.

To validate the importance of the direct interactions between dNxf2 and Panx *in vivo*, a previously described λ N/BoxB luciferase reporter system⁶ was used to check if artificial tethering of dNxf2 could lead to repression. As expected, significant repression upon tethering of a λ N-dNxf2 fusion protein was observed (Fig. 3g), unlike that of the negative controls (λ N-YFP or GFP-dNxf2 lacking a λ N-tag). Like Panx, the level of λ N-dNxf2 mediated repression was found in a dosage-dependent manner, which is correlated with the number of BoxB binding sites (Fig. 3i). Most importantly, the repression is dependent on the presence of the dNxf2 UBA domain (Fig. 3g, dNxf2- Δ UBA).

Like dNxf1, dNxf2 contains RNA binding domains (RBDs) at the N-terminus, implying that dNxf2 might directly bind to transposon transcripts (Fig. 3a)¹³. To test this hypothesis, we performed

189 GoldCLIP (Gel-omitted Ligation-dependent CLIP)/RT-qPCR experiments, which rely on the
 190 covalent attachment of a Halo-tag to its ligand on beads to allow denaturing purification of
 191 crosslinked protein-RNA complexes¹⁷. A Halo-tag was inserted at the C-terminus of dNxf2 (dNxf2-
 192 Halo) using CRISPR/Cas9 (Extended Data Fig. 6a-f)¹⁸. Mdg1 is one of the transposon families
 193 targeted by Piwi/piRNAs in OSCs^{8,19}. Strikingly, after UV crosslinking and denaturing washes, the
 194 transcripts of mdg1, but not the housekeeping gene rp49, remained attached to the dNxf2-Halo
 195 fusion protein (Extended Data Fig. 6b-c). This association depended on UV crosslinking,
 196 demonstrating a direct binding between mdg1 and dNxf2 (Extended Data Fig. 6b-c). Interestingly,
 197 the interactions were only observed when both histone H1 and heterochromatin protein 1a (HP1a)
 198 were depleted by RNAi, but not in the control knockdown (Extended Data Fig. 6b-c), supporting the
 199 idea that the majority of transposon transcripts remain suppressed in a wildtype background. Low
 200 steady-state levels of transposon nascent RNAs make it more difficult to obtain significant signals
 201 in an already inefficient UV crosslinking experiment. Nevertheless, upon removal of the
 202 downstream silencing factors (H1 and HP1a), transposon transcripts accumulate and are bound
 203 by dNxf2-Halo (Extended Data Fig. 6b). In contrast, Frogger, a transposon known not to be targeted
 204 by piRNAs¹⁹, did not show any detectable CLIP signal, although its transcripts are dramatically
 205 upregulated upon the H1/HP1a double knockdowns (Extended Data Fig. 6d). This result suggests
 206 that the binding of dNxf2 to transposons could be correlated with piRNA targeting¹⁹. Furthermore,
 207 we performed GoldCLIP-seq experiments using dNxf2-Halo knock-in OSCs depleted of Maelstrom,
 208 a piRNA pathway effector component either parallel or downstream of H3K9me3 establishment on
 209 transposons (personal communication with Mikiko Siomi)^{8,20}. Consistent with the RT-qPCR results,
 210 CLIP-seq data supported the idea that dNxf2 preferentially binds to Piwi-targeted transposons,
 211 especially in the absence of Mael (Extended Data Fig. 7). Moreover, the RBDs of dNxf2 are
 212 essential for silencing in the tethering assays (Extended Data Fig. 8). Therefore, dNxf2^{RBD} is likely
 213 to be involved in the effector step of silencing rather than the Piwi-dependent recruitment of dNxf2.

214 Collectively, our data is consistent with the model that Panx and dNxf2/dNxt1 function together as
215 a stable complex to directly suppress transposons that are targeted by Piwi-piRNAs.

216

217 Since loss of Panx leads to a significant reduction of H3K9me3 marks on transposons^{6,7}, we
218 next tested whether the removal of dNxf2 could result in a similar phenomenon. Considering that
219 Panx is unstable in the absence of dNxf2 (Extended Data Fig. 2d), we performed H3K9me3 ChIP-
220 qPCR assays over several transposons as well as the Firefly-10xBoxB reporter, while
221 overexpressing λ N-Flag-Panx. H3K9me3 showed marginal changes upon removal of dNxf2. In
222 contrast, transposon transcripts are still dramatically upregulated in the absence of dNxf2
223 (Extended Data Fig. 3c-d and 9). This result suggested that transposon silencing and H3K9me3
224 deposition could somehow be uncoupled in the dNxf2 mutant.

225

226 Interestingly, we found that HeT-A chromatin left nuclear peripheries upon loss of either Panx
227 or dNxf2 (Extended Data Fig. 10)²¹. In this regard, I element transcripts, which are targeted by
228 piRNAs, have previously been shown to accumulate within the nucleus²². Thus, we proposed that
229 certain RNA export machineries may be regulated by the piRNA pathway to prevent transposon
230 transcripts from being exported out of the nucleus. dNxf1 (TAP) could be one such candidate since
231 hsNxf1 has been reported to dimerize with most NXF family members to regulate RNA export^{23,24}.
232 Therefore, we tested whether dNxf2 might interact with dNxf1 and counteract the RNA exporting
233 function of dNxf1. Indeed, GFP-tagged dNxf2 can co-immunoprecipitate Halo-tagged dNxf1 from
234 OSC lysates (Fig. 4a). Either the NTF2 or the UBA domain of dNxf1 is sufficient to interact with
235 dNxf2^{NTF2} (Fig. 4b and Extended Data Fig. 11a-c). We noticed here that full length dNxf2 interacts
236 rather weakly with dNxf1 (Fig. 4a), while the interactions seemed much stronger using the truncated
237 versions (Fig. 4b and Extended Data Fig. 11a-c). This implied that the majority of dNxf1 are not
238 available for dNxf2 binding. Consistent with the co-immunoprecipitation results, the interaction

239 between dNxf2 and dNxf1 is sufficient to bring together a split Gaussia luciferase, strongly arguing
 240 that dNxf2 and dNxf1 can be in close proximity *in vivo* (Fig. 4c). Furthermore, the GST pull-down
 241 assays demonstrated a direct binding between dNxf1 and dNxf2 (Fig. 4d and Extended Data Fig.
 242 12a-d). Using chemical crosslinking of proteins coupled with mass spectrometry²⁵, we were able to
 243 identify key residues in the intermolecular crosslinks within the dNxf1/dNxf2/dNxt1 complex (Fig.
 244 4e). We noticed here that K640 and K664 from the UBA domain of dNxf1, sitting on each side of
 245 the FG binding pocket, were crosslinked with dNxf2^{NTF2} (Extended Data Fig. 12e). This raised the
 246 possibility that dNxf2 binding might block the entry of FG repeats to dNxf1^{UBA}. In fact, an excess
 247 amount of dNxf2^{NTF2} can compete dNxf1^{NTF2+UBA} off from the FG repeats of dNup214 (Fig. 4f).
 248 Taken together, our results strongly suggest that the dNxf2^{NTF2} domain can directly block the
 249 access of the FG binding pockets on either NTF2 or UBA domain of dNxf1. As the binding of dNxf1
 250 to NPC FG repeats is essential for RNA export¹³, dNxf2 may inhibit transposon export through
 251 blocking dNxf1's ability to bind NPC.

252

253 Next, we sought to directly visualize potential transient changes in RNA localization caused by
 254 dNxf2, using a rapamycin-inducible tethering system (Fig. 4g and Extended Data Fig. 13). Like any
 255 coding transcript, GFP mRNAs containing 10x copies of BoxB binding sites are mostly localized in
 256 the cytoplasm despite a constitutive λ N-FKBP tethering (Fig. 4g and Movie S5-12). Upon
 257 rapamycin treatment, λ N-FKBP dimerizes with the FRB-dNxf2 fusion protein, allowing a transient
 258 association of dNxf2 to the GFP mRNAs. Intriguingly, GFP mRNAs start to accumulate at nuclear
 259 peripheries upon binding of FRB-dNxf2 (Fig. 4g). The effect is specific to dNxf2 since FRB alone
 260 fails to cause any change. Given the involvement of Panx, dNxf2, dNxf1 (TAP) and dNxt1 (p15) in
 261 transposon silencing, we named this multi-protein complex as Pandas (Panx-dNxf2 dependent
 262 TAP/p15 silencing). Our data raised the possibility that deterring the function of dNxf1 in transposon
 263 RNA export may be a key event in piRNA-guided silencing (Fig. 4h). In the absence of dNxf2, Panx

264 fails to efficiently suppress either transposons or the tethered reporters (Extended Data Fig. 3a-e).
 265 In this regard, λ N-Flag-Panx was unable to stay bound to the derepressed transposon chromatin
 266 as measured by Flag ChIP-qPCR (Extended Data Fig. 13c). Similarly, the Flag-ChIP signals over
 267 the tethered reporter were also diminished even though λ N-Flag-Panx was constitutively tethered
 268 to the RNAs. It is well-established that HP1a can induce heterochromatin formation if tethered via
 269 DNA²⁶⁻²⁹. In contrast, direct tethering of HP1a to nascent RNAs fails to do so⁷. Therefore, our data
 270 provides a mechanistic insight that sequestering nascent transposon transcripts within the nucleus
 271 might be important to fully establish heterochromatin and enforce silencing. By removing dNxf2, we
 272 might have uncovered an intermediate state of silencing during heterochromatin formation.

273
 274 Like any coding mRNA, transposon transcripts would likewise be transported into the
 275 cytoplasm by the general RNA exporting machinery (dNxf1/dNxt1), if not restrained by Piwi-
 276 piRNAs^{14,22}. In piRNA-guided TGS, dNxf2 may function together with Panx as a stable complex to
 277 counteract this process (Fig. 4h). Our structure provides mechanistic insights into why dNxf2^{UBA}
 278 prefers to bind the silencing factor Panx rather than the FG repeats of NPCs (Extended Data Fig.
 279 5). Remarkably, we found that dNxf2 can compete with the ability of dNxf1 to bind NPCs (Fig. 4f),
 280 thereby preventing RNA export. As dNxf2 preferentially associates with the piRNA-targeted
 281 transcripts (Extended Data Fig. 6-7), only a subset of dNxf1 associated with transposons could be
 282 affected by dNxf2. Accordingly, part of the silencing function of dNxf2 may be locally hijacking the
 283 RNA export machinery and repurposing dNxf1 into a “dead-end” complex, hence trapping
 284 transposon transcripts within the nuclear peripheries (Fig. 4h and Extended Data Fig. 13).
 285 Interestingly, Dam-ID has shown that both Piwi and NPCs contact chromatin at similar regions³⁰.
 286 In this regard, dNxf1 has been found to be localized to nuclear peripheries where most constitutive
 287 heterochromatin resides^{13,31-33}. Our data suggested that sequestering transposons to nuclear
 288 peripheries via the Pandas complex may help to establish/maintain their heterochromatic state

289 (Extended Data Fig. 10 and Movie 1-4)^{32,33}. Intriguingly, Xist can relocate the silenced X-
 290 chromosome to nuclear rim during X chromosome inactivation in mammalian cells, indicating that
 291 similar principles may apply to facultative heterochromatin formation marked with H3K27me3³⁴.
 292 Recent evidence has demonstrated that hsNxf1 is required for efficient elongation of RNA
 293 polymerase II³⁵. It is tempting to speculate that the Pandas complex might also inhibit transcriptional
 294 elongation of transposons via neutralizing dNxf1. In summary, we have uncovered an unexpected
 295 role of transposon RNA export blockage required for TGS. Our results will have broader
 296 implications for understanding how RNA metabolism modulates epigenetic gene silencing and
 297 heterochromatin formation (Fig. 4h).

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389

390 **AUTHOR CONTRIBUTIONS**

391 Y.Y. and Y.H. conceived the project and wrote the manuscript. K.Z. constructed the dNxf2-
392 Halo knock-in OSCs and established the dNxf2 mutant. K.Z., P.X., W.W.L., X.H.L., and
393 D.Q. performed co-immunoprecipitations, tethering assays, transgenic fly constructions,
394 RNA-seq, RT-qPCR experiments. S.C. and X.Y. performed structural studies, beta-gal
395 activity assays, and ITC experiments; S.C. and Y.H.Z. performed GST pull-down assays.
396 K.Z., Z.J., P.Z., X.O., J.G., and P.X. performed cloning. S.C. and X.L. performed Y2H
397 assays. K.Z. and X.O. performed FACS analysis. N.M. performed FISH and RNAi
398 experiments. M.W. and Y.Q.Z. performed bioinformatics analysis. C.S., C.P., J.H.W., and
399 M.Q.D. performed mass spectrometry and analyzed the data. Y.W., J.M. and H.C.
400 provided critical reagents and advice; All authors discussed the results and commented
401 on the manuscript.

402

403 **COMPETING INTERESTS**

404 The authors declare that there is no conflict of interests.

405

406 **MATERIALS & CORRESPONDENCE**

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Figure 1

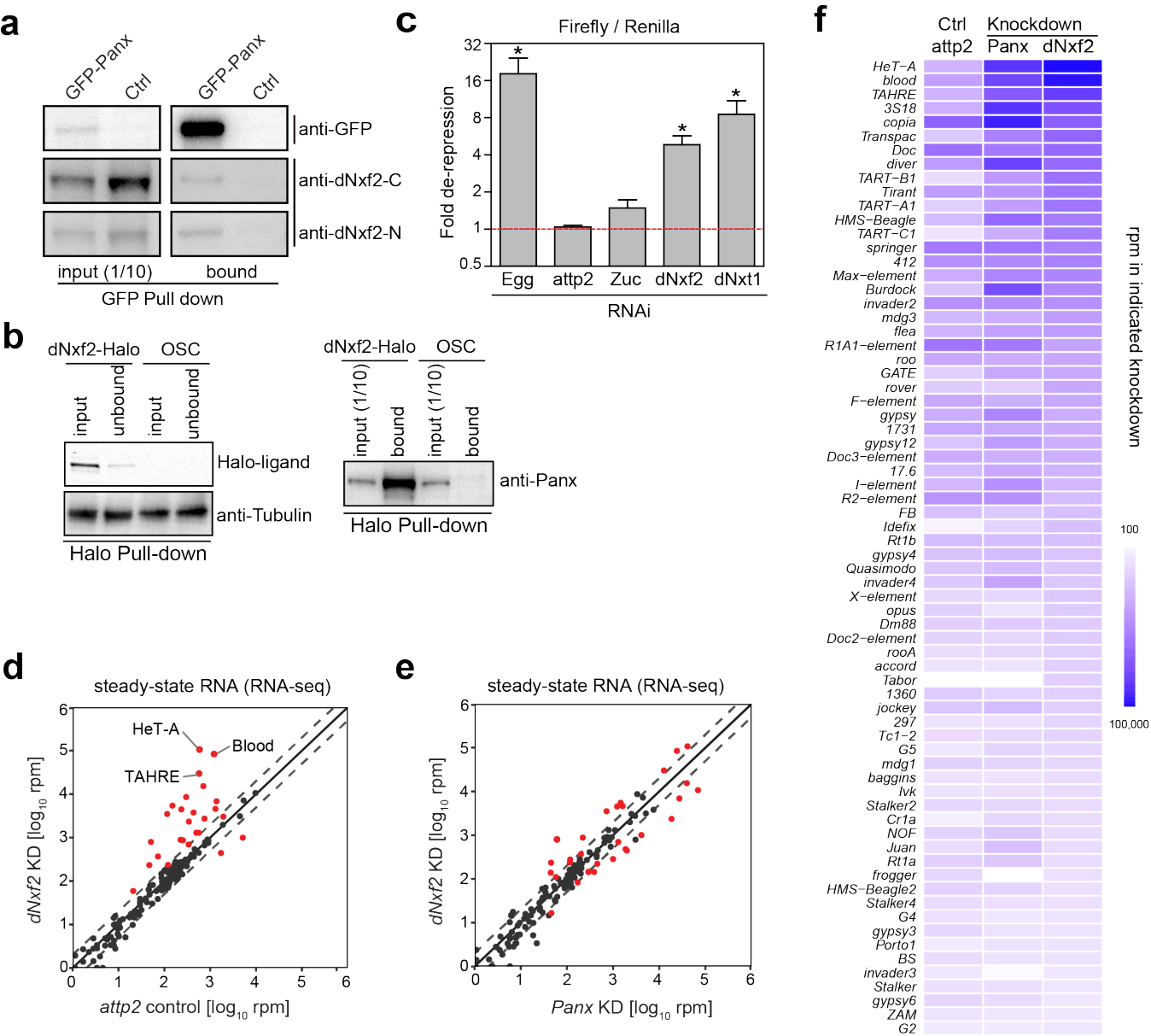
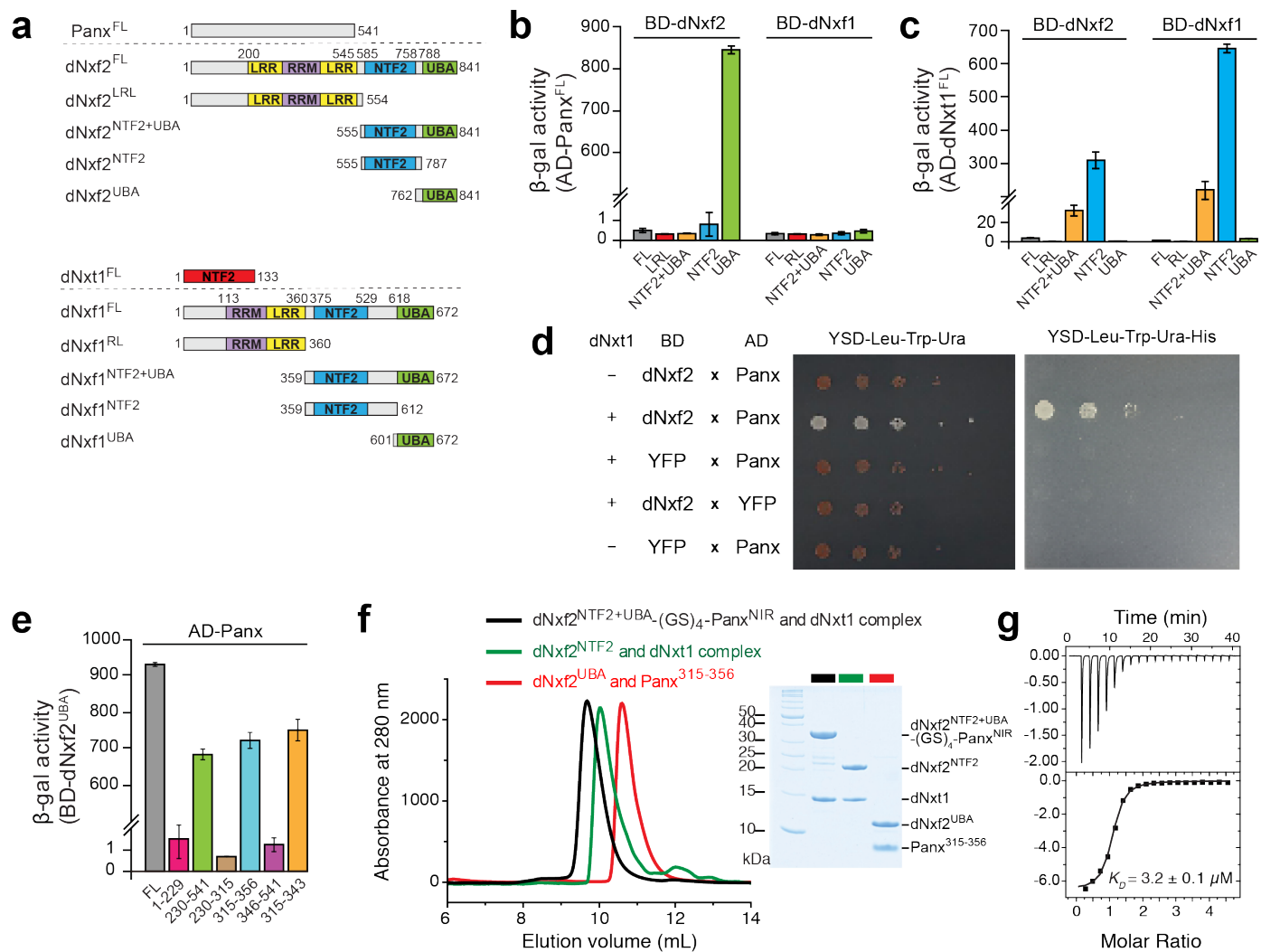


Figure 1. dNxf2 functions as a cofactor of Panx in the piRNA pathway.

a, Western blots showing co-immunoprecipitation of endogenous dNxf2 with GFP-Panx from ovary lysates. Two different rabbit polyclonal monospecific dNxf2 (dNxf2-N and dNxf2-C) antibodies were used to detect endogenous dNxf2. **b**, Halo-ligand staining and western blots showing co-immunoprecipitation of endogenous Panx with dNxf2-Halo driven by the endogenous dNxf2 promoter from OSC lysates. A rabbit polyclonal monospecific Panx antibody was used to detect endogenous Panx. The left panel shows depletion of dNxf2-Halo proteins in the unbound sample by Halo beads, and the anti-Tubulin blots serve as loading controls; the right panel shows endogenous Panx proteins. **c**, The effects of germline (*nanos*-GAL4) knockdown of the indicated genes on Renilla-normalized Firefly luciferase activity of the reporter while tethering Δ N-Panx. For comparison, the relative value of the *attp2* control was used for normalization. Data is shown as the mean \pm s.d. ($n = 15$; $*p = 1.41387E-07$). **d**, Comparison of steady-state RNA levels are shown as reads per million (rpm) mapping to the sense strand of each transposon consensus from the *nanos*-GAL4 driven knockdown for dNxf2 (Y axis) versus control (X axis). Dashed lines indicate two-fold changes. The average of two replicates is shown. KD = knockdown. Red dots indicate transposon elements with significant changes. **e**, Comparison of steady-state RNA levels (RNA-seq; shown as RPM) mapping to the sense strands of each transposon consensus from the *nanos*-GAL4 driven knockdowns of the indicated genes. Red dots indicate transposon elements with significant changes from **d**. **f**, Heat map displaying steady-state RNA levels (RNA-seq) as reads per million (rpm) for the top 70 detected transposons from the *nanos*-GAL4 driven knockdowns of the indicated genes in a blue-white scale.

Figure 2



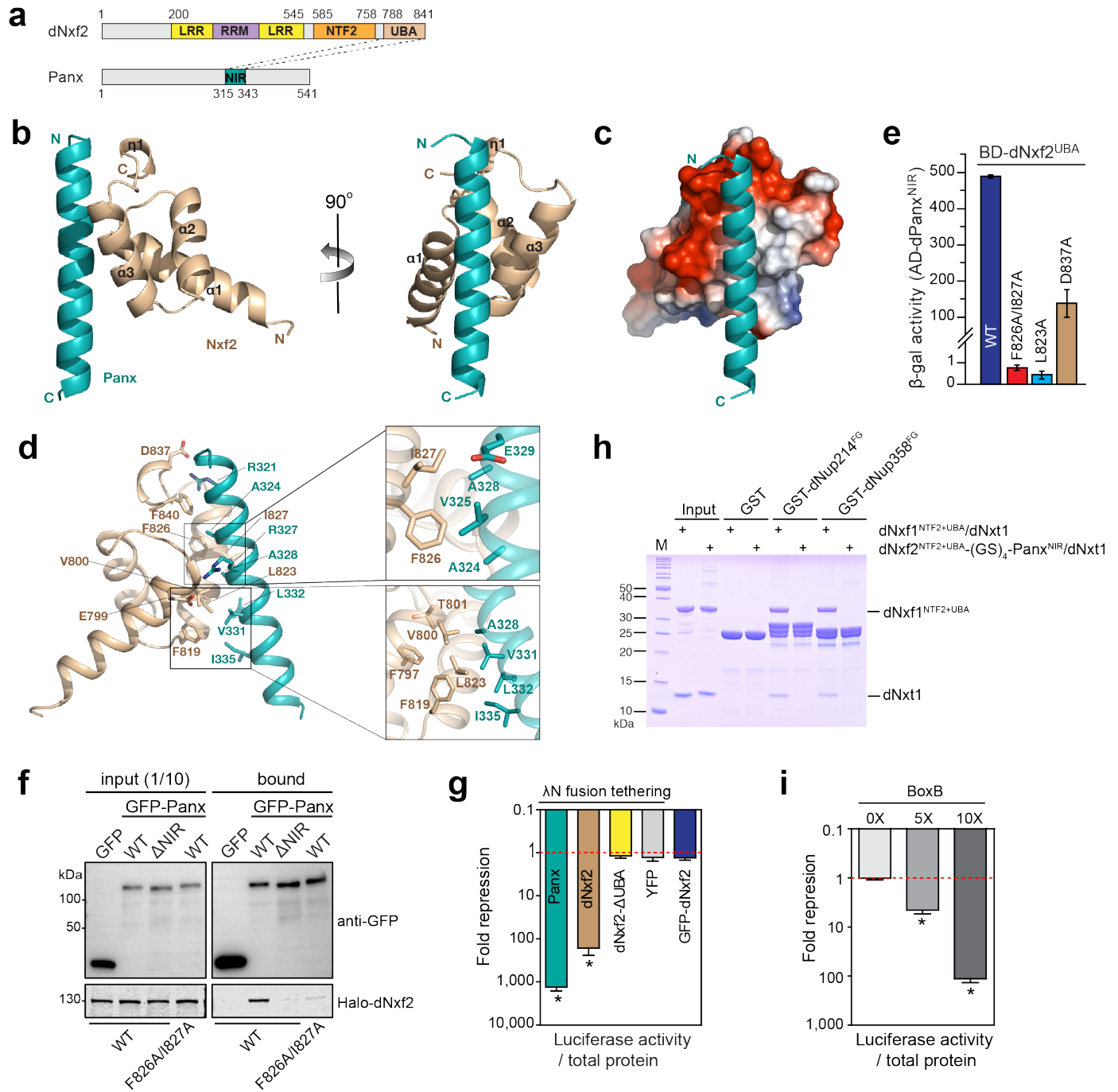
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Figure 2. The UBA domain of dNxf2 interacts with Panx directly.

a, Domain architectures of Panx, dNxf2, dNxf1, and dNxt1. Numbers above the diagrams correspond to amino acid residues of each protein. Domain names are abbreviated within respective colored regions. **b-e**, Yeast two-hybrid (Y2H) assays mapping the interacting regions between *Drosophila* Nxf1/2 and Panx or dNxt1. Interactions were determined by either measuring the beta-galactosidase activity produced by the reporter gene or growth on YSD media lacking the indicated essential amino acid or uracil. Data are averages of three independent experiments (n = 3). Proteins or fragments shown above the dashed line are used as preys in the assays. **b**, Y2H assays mapping regions of *Drosophila* Nxf1/2 that interact with Panx. **c**, Y2H assays mapping regions of *Drosophila* Nxf1/2 that interact with dNxt1. **d**, Yeast three hybrid assay determining the requirement of dNxt1 for a Nxf2:Panx interaction. **e**, Y2H assays mapping minimum regions of Panx that interact with dNxf2^{UBA}. **f**, The left panel shows the size exclusion chromatography profile of the NTF2 and UBA domains of dNxf2 forming heterodimers with dNxt1 and Panx^{NIR} in solution, respectively. A dNxf2 fragment spanning the NTF2 and UBA domains that is covalently linked to Panx^{NIR} forms a stable complex with dNxt1. The right panel shows the components of the peak in the elution profile by SDS-PAGE. Color schemes used for the three complexes are indicated in the key. **g**, Quantification of the dissociation constant for the interaction between dNxf2^{UBA} and Panx^{NIR} as measured by an isothermal titration calorimetry assay.

Figure 3



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Figure 3. Structure of dNxf2^{UBA} in complex with Panx^{NIR}.

a, Schematic of the interacting region between dNxf2 and Panx. Numbers above or below the diagrams correspond to amino acid residues of dNxf2 or Panx, respectively. Domain names are abbreviated within respective colored regions. NIR, dNxf2 interacting region. **b**, Left, cartoon representation of dNxf2^{UBA} in complex with Panx^{NIR}. The dNxf2^{UBA} and Panx^{NIR} fragment are colored in tan and teal, respectively. Right, a view rotated 90° around the vertical axis. **c**, Electrostatic potential analysis of the Panx-binding surface of dNxf2^{UBA}. Panx^{NIR} is shown in cartoon mode. **d**, A detailed view of the interactions between dNxf2^{UBA} and Panx^{NIR}. Key residues involved in binding are shown in sticks. Close-up views of hydrophobic interactions between dNxf2^{UBA} and Panx^{NIR} are shown on the right. **e**, Y2H assays measuring the binding of wild-type or mutant dNxf2^{UBA} with Panx^{NIR}. Mutations of key residues are indicated along the bars. **f**, Western blots and Halo-ligand staining showing co-immunoprecipitation of GFP-tagged Panx or its NIR deletion mutant (Δ NIR) with Halo-tagged dNxf2 or its F826A/I827A double mutant from OSC cells. GFP serves as a negative control. **g**, Effects of the indicated λ N fusion proteins or a non-tethering control (GFP-dNxf2) on luciferase activity of the reporters integrated into the attP2 landing site. Data is shown as the mean \pm s.d. ($n = 15$; $*p = 1.41387E-07$). **h**, SDS-PAGE showing pull-down results of the dNxf1^{NTF2+UBA}/dNxt1 complex and dNxf2^{NTF2+UBA}-(GS)₄-Panx^{NIR}/dNxt1 complex by either GST-tagged dNup214^{FG} or dNup358^{FG}, respectively, compared to a GST control. The beads were washed and aliquots of the bound fraction (20%) were analyzed. 2 μ g of each input protein was loaded. Positions of molecular weight markers are indicated on the left in kDa. **i**, The effects of λ N-dNxf2 tethering on luciferase activity of reporters with increasing number of BoxB sites. All reporters are integrated into the same genomic locus (attP2 landing site). Fold repression is calculated as total protein-normalized Firefly luciferase luminescent values of the control (no tethering) divided by that of the indicated experiments. Data is shown as the mean \pm s.d. ($n = 15$; $*p = 1.41387E-07$).

Figure 4

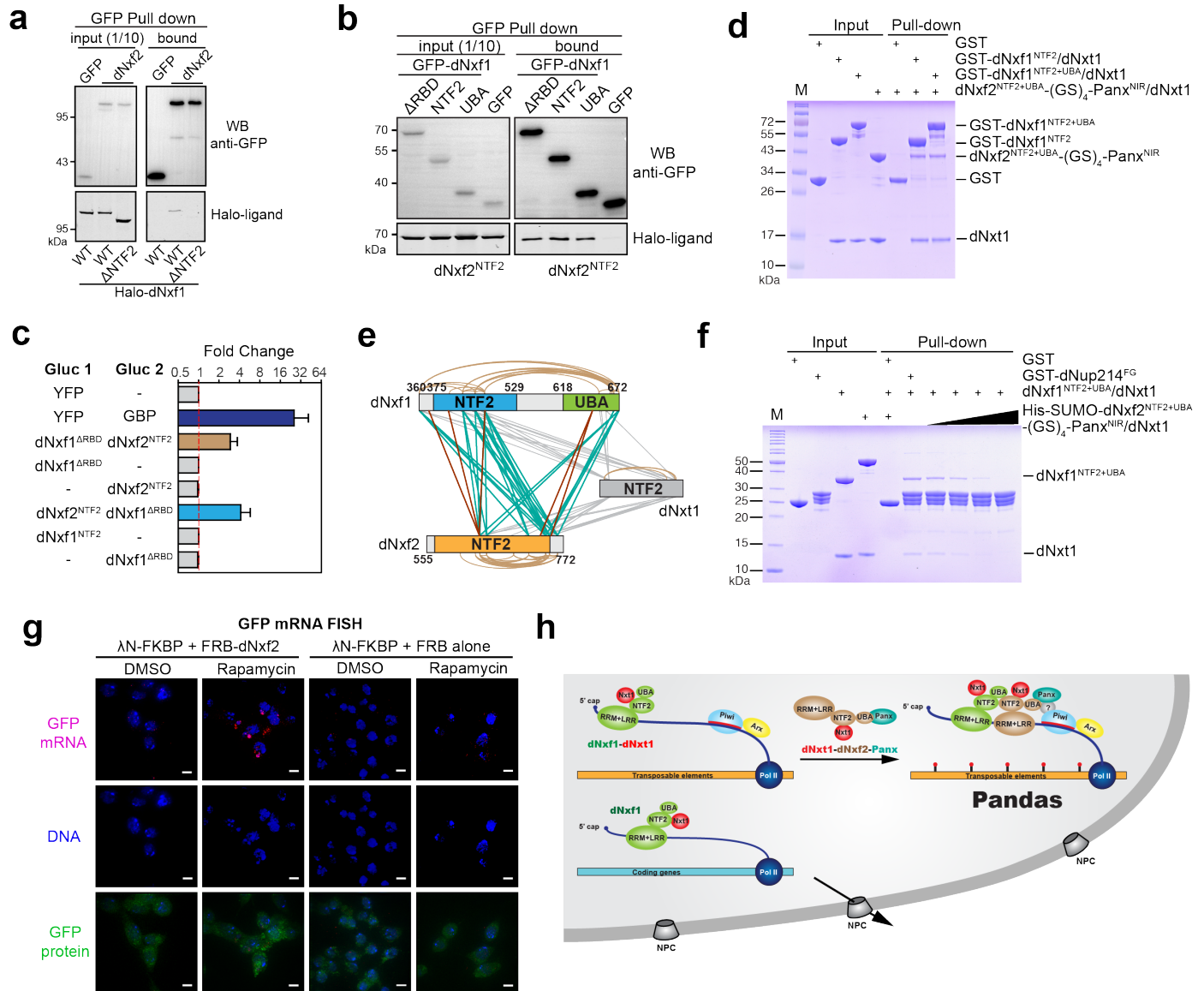


Figure 4. The Pandas complex is required for piRNA-guided transposon silencing.

a, Western blots and Halo-ligand staining showing co-immunoprecipitation of GFP-tagged dNxf2 with Halo-tagged dNxf1 from OSC cells. Δ NTF2, Halo-dNxf1 lacking the NTF2 domain, and GFP serves as a negative control. **b**, Western blots and Halo-ligand staining showing co-immunoprecipitation of Halo-tagged dNxf2-NTF2 domain with different domain truncations of GFP-tagged dNxf1 from OSC cells. Δ RBD, dNxf1 lacking the N-terminus RRM and LRR domains; GFP serves as a negative control. **c**, Split Gaussia luciferase complementation assay results showing for coexpression of the indicated proteins in S2 cells. Fold changes are calculated as total protein normalized luciferase readings divided by that of the corresponding controls. Mean values \pm s.d. from three independent experiments are shown. **d**, SDS-PAGE showing pull-down results of the Nxf2^{NTF2+UBA}-(GS)₄-Panx^{NIR}/dNxt1 complex by either GST-tagged dNxf1^{NTF2}/dNxt1 or dNxf1^{NTF2+UBA}/dNxt1 respectively, compared to a GST control. The beads were washed and aliquots of the bound fraction (8%) were analyzed. Each input protein of 2 μ g was loaded. Positions of molecular weight markers are indicated on the left in kDa. **e**, Schematic summary of statistical significant crosslinking residues identified between dNxf1^{NTF2+UBA}, dNxf2^{NTF2} and dNxt1 in a recombinant complex reconstituted *in vitro*. Intermolecular crosslinks are shown as straight lines in either teal (dNxf1:dNxf2) or grey (dNxt1:dNxf1 or dNxt1:dNxf2) for DSS crosslinking, and in maroon (dNxf1:dNxf2) for EDC crosslinking. Intramolecular crosslinks were shown in brown curves. **f**, SDS-PAGE showing the competition assay results of the proteins precipitated by the GST-dNup214^{FG} pre-loaded with the dNxf1^{NTF2+UBA}/dNxt1 complex, incubated with an increasing amount of the dNxf2^{NTF2+UBA}-(GS)₄-Panx^{NIR}/dNxt1 complex. The beads were washed and aliquots of the bound fraction (20%) were analyzed. 2 μ g of each input protein was loaded. Positions of molecular weight markers are indicated on the left in kDa. **g**, SIM super-resolution microscopy of RNA FISH. Comparison of the localizations of the reporter mRNAs tethered with λ N-FKBP upon transient recruitment of either FRB-dNxf2 or FRB alone when treated with rapamycin for two hours to induce

521 FKBP:FRB dimerization. DMSO serves as a control. Top panel, RNA signal (red) with DAPI staining;
 522 middle, DAPI staining (blue); bottom, RanGAP-GFP fusion protein (green). The scale bars
 523 represent 5 μ m in length. **h**, A model for the Pandas (Panoramix-dNxf2 dependent TAP/p15
 524 silencing) complex in piRNA-guided silencing, preventing nascent transposon RNA export when
 525 targeted by Piwi:piRNAs.
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