

The genome sequence of the filamentous fungus *Neurospora crassa*

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Neurospora crassa is a central organism in the history of twentieth-century genetics, biochemistry and molecular biology. Here, we report a high-quality draft sequence of the *N. crassa* genome. The approximately 40-megabase genome encodes about 10,000 protein-coding genes—more than twice as many as in the fission yeast *Schizosaccharomyces pombe* and only about 25% fewer than in the fruitfly *Drosophila melanogaster*. Analysis of the gene set yields insights into unexpected aspects of *Neurospora* biology including the identification of genes potentially associated with red light photobiology, genes implicated in secondary metabolism, and important differences in Ca²⁺ signalling as compared with plants and animals. *Neurospora* possesses the widest array of genome defence mechanisms known for any eukaryotic organism, including a process unique to fungi called repeat-induced point mutation (RIP). Genome analysis suggests that RIP has had a profound impact on genome evolution, greatly slowing the creation of new genes through genomic duplication and resulting in a genome with an unusually low proportion of closely related genes.

Research on *Neurospora* in the early part of the twentieth century paved the way for modern genetics and molecular biology. First documented in 1843 as a contaminant of bakeries in Paris¹, *Neurospora* was developed as an experimental organism in the 1920s^{2,3}. Subsequent work on *Neurospora* by Beadle and Tatum⁴ in the 1940s established the relationship between genes and proteins, summarized in the ‘one-gene-one-enzyme’ hypothesis. In the latter half of the century, *Neurospora* had a central role as a model organism, contributing to the fundamental understanding of genome defence systems, DNA methylation, mitochondrial protein import, circadian rhythms, post-transcriptional gene silencing and DNA repair⁵. Because *Neurospora* is a multicellular filamentous fungus, it has also provided a system to study cellular differentiation and development as well as other aspects of eukaryotic biology⁶.

The legacy of over 70 years of research⁷, coupled with the availability of molecular and genetic tools, offers enormous potential for continued discovery. The sequencing of the *N. crassa* genome was undertaken to maximize this potential. Here, we report an initial sequence and analysis of the *Neurospora* genome.

Neurospora genome sequence

The *Neurospora* genome is much larger (greater than 40 megabases (Mb)) than that of *S. pombe* and *Saccharomyces cerevisiae* (both about 12 Mb). Accordingly, first we sought to produce and analyse a high-quality draft sequence *en route* to a finished sequence.

The genome sequence was assembled from deep whole-genome shotgun (WGS) coverage obtained by paired-end sequencing from a variety of clone types (Supplementary Information). In all, the data provided an average of >20-fold sequence coverage and >98-fold physical coverage of the genome. The Arachne package⁸ was used to assemble the draft genome sequence. The resulting assembly

consists of 958 sequence contigs with a total length of 38.6 Mb (Table 1) and an N50 length of 114.5 kilobases (kb) (that is, 50% of all bases are contained in contigs of at least 114.5 kb). Contigs were assembled into 163 scaffolds with a total length of 39.9 Mb (including gaps between contigs) and an N50 length of 1.56 Mb.

Most of the assembly (97%) is contained in the 44 largest scaffolds, and there are 38 tiny scaffolds with lengths <4 kb. Forty-two of the large scaffolds (and one of the smaller ones) could be anchored readily to the *Neurospora* genetic map⁷ by virtue of their containing genetic markers with sequence.

The assembly has long-range continuity, with the N50 scaffold size being nearly 1,000-fold larger than the average gene size. The assembly represents the vast majority of the genome, as assessed by comparison with available finished sequence and genetic markers. It contains 99.13% of available finished sequence (17 Mb from linkage groups II and V⁹) and all of the 252 genetic markers with sequence. This estimate, however, does not account for unusual genomic regions such as the ribosomal DNA repeats, centromeres and telomeres; such regions may contain about 1.7 Mb of additional sequence¹⁰, corresponding to 2–3% of the genome that cannot be assembled readily with available techniques. The long-range continuity of the assembly was also confirmed by comparisons with previously described bacterial artificial chromosome (BAC) physical maps for linkage groups II and V¹¹, as only one discrepancy was noted.

The assembly also has high accuracy, with 99.5% of the sequence having Arachne quality scores ≥30. Comparison with the 17 Mb of finished sequence confirms the sequence accuracy, with a discrepancy rate for this subset of less than 10^{−5}. The comparison also largely confirms the assembly, as only 12 minor discrepancies were identified (Supplementary Information).

Genes

Gene count and basic characteristics

A total of 10,082 protein-coding genes (9,200 longer than 100 amino acids) were predicted (Table 1 and Supplementary S0). This constitutes nearly twice as many genes as in *S. pombe* (about 4,800) and *S. cerevisiae* (about 6,300), and nearly as many as in *D. melanogaster* (about 14,300). Genes cover at least 44% of the genome sequence with an average gene density of one gene per 3.7 kb. The average gene length of 1.67 kb is slightly longer than the 1.4-kb average gene length for both *S. cerevisiae* and *S. pombe*. The difference in gene length is due to the greater number of introns in *Neurospora* genes—an average of 1.7 introns per gene with an average intron size of 134 nucleotides. Notably, most predicted *Neurospora* introns lack a polypyrimidine tract, which is common in other eukaryotic introns, but do contain a strong branchpoint sequence (Supplementary Information).

Comparative analysis

A total of 4,140 (41%) *Neurospora* proteins lack significant matches to known proteins from public databases (Table 1), reflecting the early stage of fungal genome exploration and the diversity of fungal genes remaining to be described. Furthermore, 5,805 (57%) *Neurospora* proteins do not have significant matches to genes in either of the sequenced yeast species (Supplementary Information). When compared to sequenced eukaryotes, a total of 1,421 (14%) *Neurospora* genes display best BLASTP matches to proteins in either plants or animals (Supplementary Information). Of these, 584 lack high-scoring hits to either sequenced yeast species. These data reflect the biology shared by filamentous fungi and higher eukaryotes, which in a number of cases is absent in the yeasts.

Epigenetics, genome defence and genome evolution

Neurospora is an important model for the study of epigenetic phenomena, possessing a wide variety of epigenetic mechanisms and related genome defence mechanisms. The most remarkable of these mechanisms is repeat-induced point mutation (RIP), a process unique to fungi.

Repeat-induced point mutation

First discovered in *Neurospora*^{12,13}, RIP is a process that efficiently detects and mutates both copies of a sequence duplication. RIP acts during the haploid dikaryotic stage of the *Neurospora* sexual reproductive cycle, causing numerous C•G to T•A mutations within duplicated sequences. In a single passage through the sexual cycle, up to 30% of the C•G pairs in duplicated sequences can be mutated, with a strong preference for C to T mutations occurring at CpA dinucleotides¹⁴. The pattern of mutations produces a

characteristic skewing of dinucleotide frequencies that allows RIP-mutated sequences to be detected accurately¹⁵. RIP requires a minimal duplicated sequence length of about 400 base pairs (bp)¹⁶ and greater than roughly 80% sequence identity between duplicates¹⁷. In addition to suffering mutations, RIP-mutated sequences are frequent targets for DNA methylation. As with mammals, DNA methylation has been shown to cause gene silencing in *Neurospora*¹⁸. RIP thus mutates and epigenetically silences repetitive DNA.

RIP has been proposed to act as a defence against selfish or mobile DNA¹³. However, because RIP mutation and methylation can extend beyond the bounds of duplicated sequences¹⁹, RIP can have both mutational and epigenetic effects on neighbouring unique sequences. Furthermore, RIP acts on all duplicated sequences, including those arising from large-scale chromosomal duplications as well as gene duplications²⁰. The presence of RIP thus has profound consequences for the evolution of the *Neurospora* genome. Indeed, it has been proposed that RIP might prevent gene innovation through gene duplication^{13,21}. With the availability of the *Neurospora* genome sequence, we were able to address this hypothesis.

Multigene families

To investigate the impact of RIP on protein families in *Neurospora*, genes were clustered into 'multigene families' on the basis of an all versus all comparison of protein sequences (see Methods). As shown in Fig. 1, the percentage of genes in multigene families in selected sequenced eukaryotes is correlated with genome size. However, in marked contrast to the other analysed organisms, *Neurospora* possesses many fewer genes in multigene families than expected. When the analysis is expanded to include an additional 17 sequenced prokaryotes (Supplementary Information), only *Mycoplasma genitalium*, *Mycoplasma pulminus*, *Ureaplasma urealyticum* and *Vibrio cholerae* display a correspondingly small proportion of genes in families. This is noteworthy considering that the *Mycoplasma* genus is thought to have undergone reductive evolution and represent minimal life forms²².

Our analysis reveals another characteristic of *Neurospora* gene families. Unlike other sequenced eukaryotes, *Neurospora* possesses only a handful of highly similar gene pairs. Figure 2 displays histograms of amino acid and nucleotide similarities between each gene in the six organisms analysed and the best-matching gene in that organism. A significant proportion of genes have best matches with greater than 80% amino acid and nucleotide identity in all the organisms considered except *Neurospora*. *Neurospora* contains only eight genes with top matches of greater than 80% amino acid or coding sequence identity. This value is significant because, as described above, RIP mutates duplicated sequences that display greater than about 80% nucleotide similarity. Thus, the small proportion of genes in multigene families and the near absence of highly similar genes are consistent with the actions of RIP.

An example of the lack of highly similar genes in multigene families is revealed in an analysis of predicted major facilitator superfamily (MFS) sugar transporters (Fig. 3). *Neurospora* has about the same number of predicted MFS sugar transporters as *S. cerevisiae*. However, a phylogenetic analysis of fungal sugar transporters indicates that the *Neurospora* proteins are substantially more divergent than those of *S. cerevisiae* as well as those of *S. pombe*. Furthermore, the *Neurospora* transporters contain no apparent instances of recent duplication. In contrast, most of the *S. cerevisiae* HXT hexose and *S. pombe* GHT transporters represent two relatively recent and independent expansions and include very recently duplicated genes. Thus, despite a diversity of MFS sugar transporters, *Neurospora* seems to lack close paralogues in this gene family, consistent with the results of the genome-wide multigene family analysis.

Table 1 *Neurospora crassa* genome features

Feature	Value
General	
Size (bp) (assembly 5)	38,639,769
Chromosomes	7
G + C content (%)	50
Protein-coding genes	10,082
Protein-coding genes >100 amino acids	9,200
tRNA genes	424
5S rRNA genes	74
Per cent coding	44
Per cent intronic	6
Average gene size (bp)	1,673 (481 amino acids)
Average intergenic distance (bp)	1,953
Predicted protein-coding sequences	
Identified by similarity to known sequences	1,336 (13%)
Conserved hypothetical proteins	4,606 (46%)
Predicted proteins (no similarity to known sequences)	4,140 (41%)

Analyses of other gene families yielded similar results (data not shown). Furthermore, the paucity of closely related sequences is evident not only at the level of complete genes, but even at the level of individual exons, protein domains and protein architectures (Supplementary S4).

Gene evolution through gene duplication

The above results suggest that RIP has had a powerful impact in suppressing the creation of new genes or partial genes through genomic duplication. This is consistent with the large number of mutations induced in duplicated sequences by RIP. Computer simulations (see Methods) indicate that after a gene duplication, each copy has an 80% probability of acquiring an in-frame stop codon after only a single round of RIP and a 99.5% probability by the point that RIP has mutated the copies to less than 85% nucleotide similarity. The high frequency of stop codons reflects the preference of RIP for mutating CpA to TpA, increasing the prevalence of the stop codons TAA and TAG.

These results raise the critical question of whether any significant gene duplication has occurred in *Neurospora* subsequent to the acquisition of RIP. We searched for empirical evidence of duplicated genes that have survived RIP by analysing the set of *Neurospora* coding sequences using two different measures¹⁵ for detecting RIP-mutated sequences (see Methods). These measures use the characteristic skewing of dinucleotides produced by RIP to detect mutated sequences. According to these measures, only 59 of the 9,200 predicted genes encoding proteins ≥ 100 amino acids show evidence of mutation by RIP. Of these, only eight consist of pairs of predicted duplicated genes (genes in the same multigene family) in which both copies are predicted to be RIP-mutated. Thus, few pairs of duplicated genes display evidence of having both survived RIP (Supplementary Information).

Gene duplication is thought to have a primary role in the innovation of new genes²³. However, taken together, our data support the conclusion that most, if not all, paralogous genes in *Neurospora* duplicated and diverged before the emergence of RIP, and since that point the evolution of new genes through gene duplication has been virtually arrested. This conclusion raises the question of whether and how *Neurospora* is able to evolve new genes. A number of mechanisms that do not involve gene duplication are conceivable, although ultimately a conclusive analysis may be possible only by comparing the genome of *Neurospora* with the genomes of closely related species to illuminate recent evolutionary

history. Nonetheless, our results indicate that the cost to *Neurospora* of increased genome security through RIP is a significant impact on the evolution of new gene functions through gene duplication.

Repetitive DNA

An analysis of repeat sequences longer than 200 bp and with greater than 65% similarity (see Methods) revealed that 10% of the *Neurospora* assembly consists of repeat sequences, consistent with previously reported estimates²¹.

The repeat sequence of *Neurospora* provides a testament to the efficiency of RIP. Applying the measures of RIP mentioned above to the *Neurospora* genome revealed that most of the repetitive sequences (81%) in *Neurospora* have been mutated by RIP. Conversely, only 18% of predicted RIP-mutated sequence is non-repetitive, potentially reflecting loss of the corresponding duplicated sequence. As described above, duplications greater than about 400 bp are susceptible to RIP¹⁶. In keeping with this, we observe that over 97% of genomic repeats greater than 400 bp in length are RIP-mutated. Moreover, repeats longer than 400 bp clustered by sequence similarity display an average sequence identity within clusters of 78%, with 93% of clusters displaying an average identity of less than 85%. This corresponds to previous estimates indicating

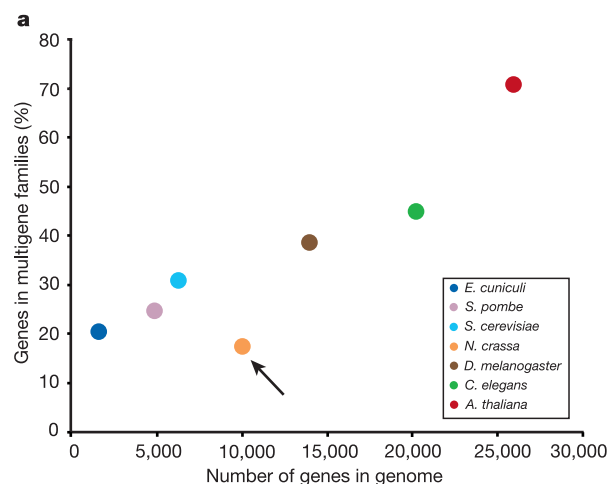


Figure 1 *Neurospora* has a low proportion of genes in multigene families. The graph displays the proportion of genes in multigene families (see Methods) as a function of the number of genes in the genomes of selected sequenced eukaryotic organisms. The arrow indicates *Neurospora*. See text for more details.

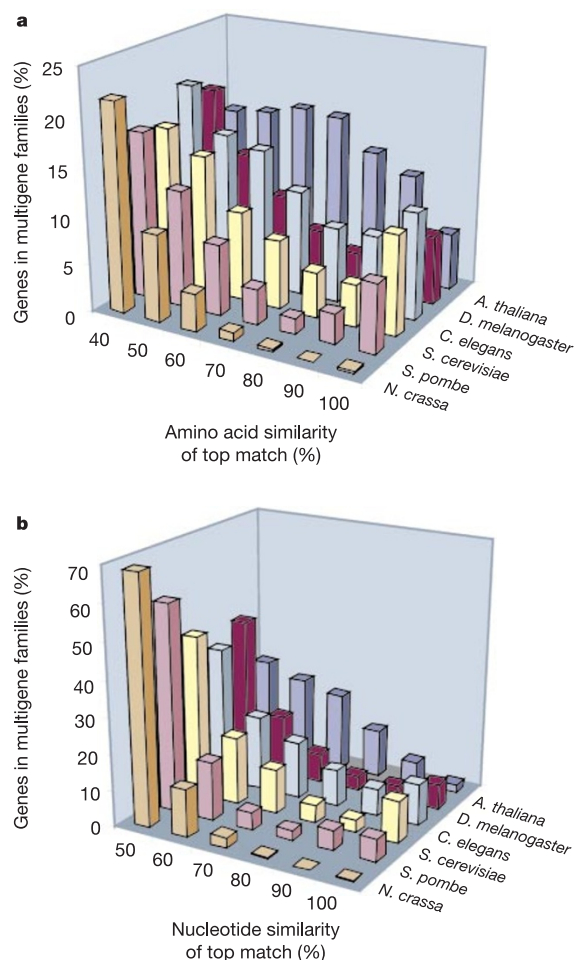


Figure 2 *Neurospora* possesses few highly similar genes. **a**, **b**, Histogram of amino acid (**a**) and nucleotide (**b**) per cent identity of top-scoring self-matches for genes in selected sequenced eukaryotic genomes. For each organism, the protein and coding regions for each gene (not including pseudogenes) were compared to those of every other gene in the same genome using BLASTX. Top-scoring matches were aligned using ClustalW and per cent identities calculated. In contrast to other eukaryotes, *Neurospora* possesses only eight genes with a top match of greater than 80% amino acid or nucleotide identity.

that RIP requires greater than about 80% sequence identity to detect duplicated sequences.

Consistent with the hypothesis that RIP acts as a defence mechanism against selfish DNA¹³, no intact mobile elements were identified. Furthermore, a significant proportion of the *Neurospora* RIP-mutated sequence (46% of repetitive nucleotides) can be identified as relics of mobile elements (Supplementary Information).

Ribosomal RNA

The only large repetitive sequences known to have survived RIP in *Neurospora* are the approximately 175–200 copies¹⁰ of the large rDNA tandem repeat containing the 17S, 5.8S and 25S rRNA genes. As in higher eukaryotes, these tandem repeats occur within the nucleolar organizer region (NOR), and their resistance to RIP seems to stem from this localization¹³. Within the genome sequence we found several copies of the rDNA repeat outside the NOR. In every

case, they display evidence of mutation by RIP, consistent with previous observations¹³. Thus, the sequence of the rDNA repeat does not in itself seem to confer resistance to RIP.

The 5S rRNA genes in *Neurospora* have survived RIP in a different manner. In contrast to most higher eukaryotes in which the 5S rRNA genes form tandem repeats, the 5S genes are dispersed throughout the genome in *Neurospora*²⁴. A total of 74 copies comprising several different subtypes of 5S rDNA are dispersed through all seven chromosomes. This dispersal coupled with their small size (approximately 120 nucleotides) ensures that they are not recognized by RIP.

DNA methylation

Neurospora has been used extensively as a model for studying DNA methylation in eukaryotes²⁵. The *Neurospora* genome includes two potential cytosine DNA methyltransferase genes. One, called *dim-2*, is required for all known DNA methylation²⁶. The other, called *rid*, is

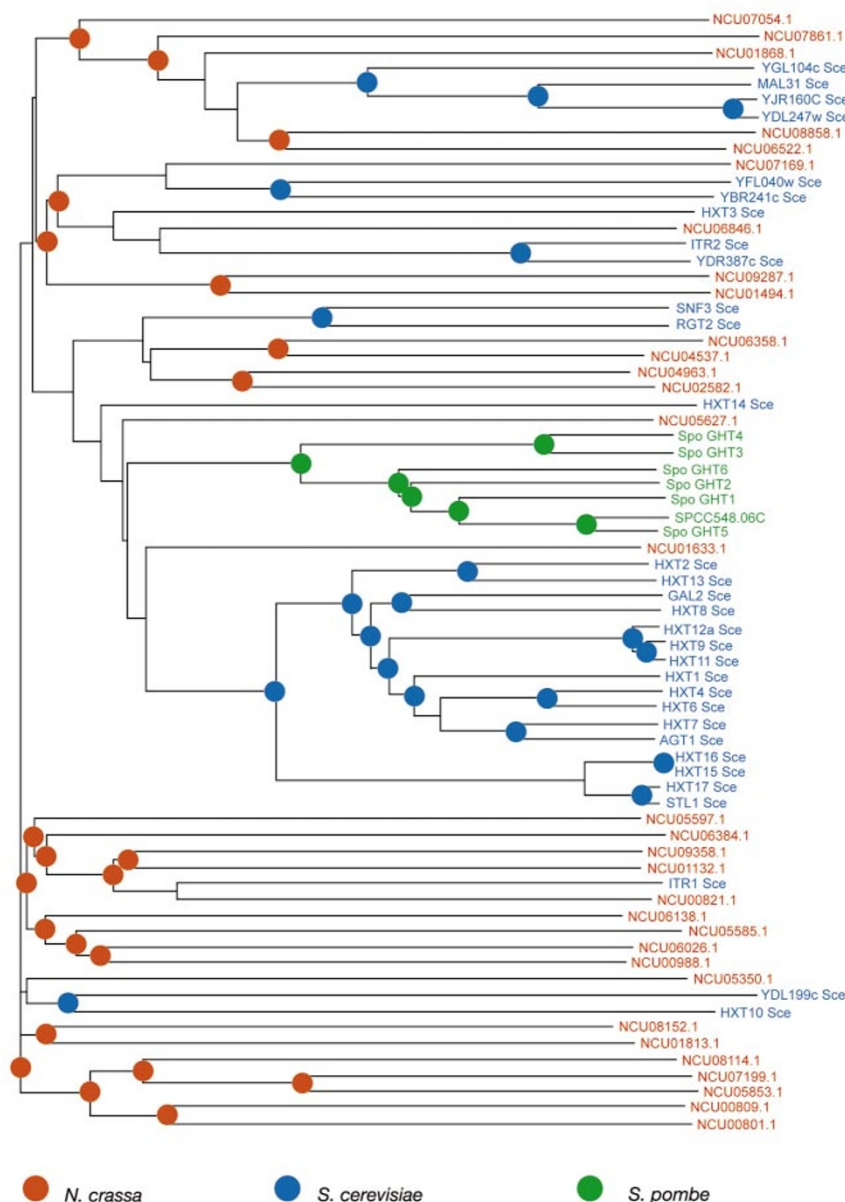


Figure 3 Example of lack of recent duplications in a *Neurospora* gene family. Phylogenetic tree of major facilitator superfamily (MFS) sugar transporters from *S. cerevisiae*, *S. pombe* and *Neurospora*. Coloured dots represent branching points between predicted paralogous

genes in *Neurospora* (red), *S. cerevisiae* (blue) and *S. pombe* (green). In contrast to both yeast species, *Neurospora* transporters contain no predicted instances of recent paralogous duplication.

required for RIP and is a member of a family found thus far only in filamentous fungi²⁷. In *Neurospora*, an estimated 1.5% of cytosines are methylated^{28,29}, and it has been suggested that nearly all DNA methylation is a result of RIP^{1,30,31}.

Plasmid reads for *Neurospora* were sequenced from libraries cloned separately in methylation-tolerant and methylation-intolerant strains of *Escherichia coli*. Although not intended for this purpose, these libraries provided a basis for predicting DNA methylation by comparing the representation of regions in sequence obtained from each library (see Methods). Testing the accuracy of such predictions, we found that 8 of 10 regions predicted to be methylated were experimentally confirmed as such. The predictions thus have good specificity—although they lack sensitivity (see Methods).

The specificity of the predictions provides insight into the pattern of methylation in the *Neurospora* genome. Regions predicted to be methylated show a marked correspondence to regions predicted to be repetitive and RIP-mutated (Fig. 4). Fully 85% correspond to predicted RIP-mutated sequences. However, a small proportion (10%) corresponds to predicted non-repetitive and non-RIP-mutated sequence. In two out of ten such cases, both the methylation and the non-repetitive nature of these sequences were experimentally verified. This raises the possibility that methylation in *Neurospora* may also have non-defence roles, as proposed for higher organisms.

RNA silencing

Post-transcriptional gene silencing (PTGS), or RNA silencing, is widespread among organisms and is increasingly being recognized as a principal switch for controlling eukaryotic gene expression³². RNA-silencing pathways are thought to be derived from ancestral natural defence systems directed against invading nucleic acids³³.

Consistent with this, all known PTGS mechanisms share similar components³⁴.

Neurospora possesses two RNA-silencing pathways. The first, called quelling, acts during vegetative growth. This pathway was uncovered through the study of three genes, *qde-1*, *qde-2* and *qde-3*, coding respectively for an RNA-dependent RNA polymerase (RdRP), an argonaute and a RecQ helicase³⁵. The second pathway, called meiotic silencing, acts during sexual reproduction^{36,37}. Before our analysis, a gene called *sad-1*, encoding an RdRP, had been identified for this pathway³⁸.

Our analysis of the *Neurospora* genome sequence uncovered several additional genes implicated in RNA silencing (Table 2). These include one RdRP, one argonaute-like protein and one RecQ-like helicase, as well as two dicer-like ribonucleases. A phylogenetic analysis (Supplementary S7) of the predicted RdRPs, argonaute-like proteins and dicer-like proteins indicates that the *Neurospora* genes comprise two paralogous sets. One set includes the three *qde* genes and is thus predicted to correspond to the quelling pathway. The other set includes *sad-1*, and in phylogenetic trees these genes branch consistently with those of the single pathway observed in *S. pombe*^{37,39}. On the basis of this analysis, we predict that one of the identified dicers, *Sms-3*, belongs phylogenetically to the meiotic silencing pathway, whereas the other, *dcl-2*, belongs to the quelling pathway (Table 2). In addition, we predicted that the identified argonaute, *Sms-2*, also belongs phylogenetically to the meiotic silencing pathway. Subsequent experimental work has supported roles for *Sms-2* (ref. 40) and *Sms-3* (M. McLaughlin, D. W. Lee, R. Pratt and R. Aramayo, manuscript in preparation) in meiotic silencing. Taken together, these results suggest that meiotic silencing and quelling represent two phylogenetically distinct RNA-dependent silencing pathways. We further hypothesize that both might have evolved from a single ancestral RNA-silencing pathway.

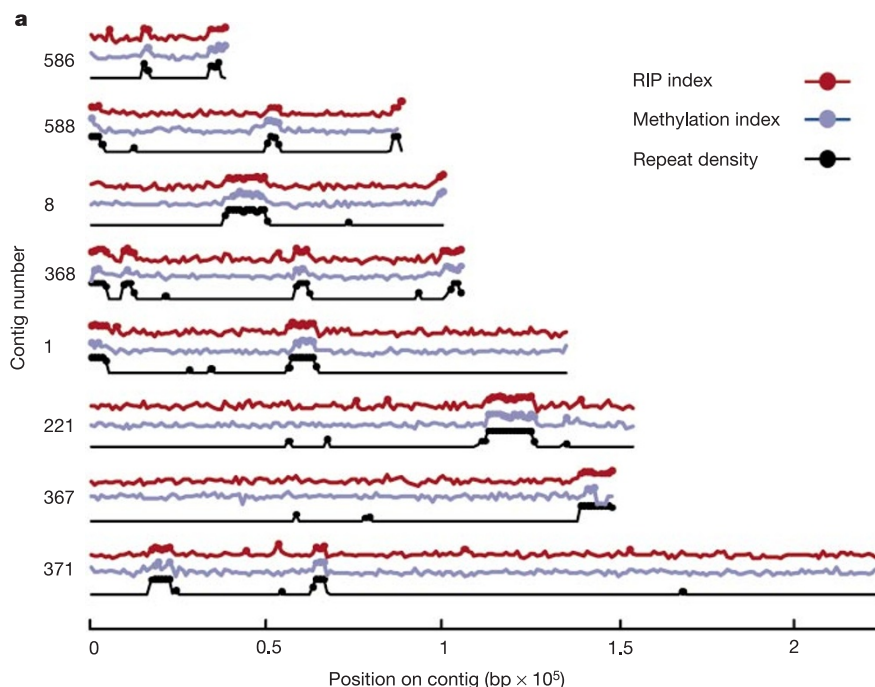


Figure 4 Correspondence between predicted RIP, methylation and repetitive DNA. Prediction of RIP, methylation and repeat sequence in 1-kb windows for selected contigs. Red lines plot the TpA/ApT RIP index (see Methods); red dots indicate windows predicted to be RIP-mutated (TpA/ApT > 1.2). Blue lines plot the proportion of reads from the methyl-tolerant library; blue dots indicate windows predicted to be methylated based on

>70% methyl-tolerant reads (see Methods). Black lines plot repeat content as a fraction of nucleotides in each window that is in repetitive sequence; black dots indicate windows with >50% repeat sequence. Contigs were selected to illustrate regions predicted as methylated.

Fungal biology and evolution

The *Neurospora* genome sequence provides an opportunity to study the genetic basis underlying the extraordinary biochemical and metabolic diversity exhibited by a filamentous fungus. Our analysis of the genome sequence has resulted in a number of surprising insights into the biology and evolution of *Neurospora* and other filamentous fungi.

Cell signalling and environmental responses

Discovery of putative red-light-sensing genes

Blue light is an important regulator of *Neurospora* growth and development, affecting the circadian rhythm of conidiation, carotenogenesis of hyphae and numerous facets of sexual development⁴¹. Although *Neurospora* photobiology has been studied intensively for more than two decades, the genome sequence has nonetheless revealed a number of previously uncharacterized sequences with similarity to blue-light-sensing genes, including both a cryptochrome homologue and a gene whose product contains a single PAS/LOV-type domain associated with light sensing.

Furthermore, *Neurospora* possesses two putative phytochrome homologues most similar to bacteriophytochromes—genes known for their role in red light sensing in prokaryotes—and a putative homologue of the *Aspergillus nidulans* velvet gene implicated in the regulation of both red and blue light responses. The presence of these genes is unexpected given that no red light photobiology has been described for *Neurospora* so far. It has been shown recently that in addition to red light sensing, some *Arabidopsis* phytochromes associate with cryptochromes to have a role in blue light sensing and signalling⁴². Therefore, the two phytochromes and the velvet homologue may also regulate this aspect of *Neurospora* photobiology.

Importance of two-component signalling in filamentous fungi

Mitogen-activated protein kinase (MAPK) pathways integrate signals from multiple receptor pathways including two-component signalling systems⁴³. The basic two-component system consists of a histidine kinase and a cognate response regulator. The nine MAPK pathway proteins identified in the *Neurospora* genome sequence (Fig. 5) correspond to those found in *S. pombe* and *S. cerevisiae*, indicating that the basic MAPK machinery is conserved between these species. In contrast, *Neurospora* has a significantly expanded complement of 11 histidine kinases, as compared with one in *S. cerevisiae* and three in *S. pombe*. Two of the 11 genes have been characterized previously in *Neurospora*⁴⁴, whereas a third is similar to proteins in *Aspergillus fumigatus* and *A. nidulans* that affect conidiation (L. A. Alex and M. I. Simon, unpublished observations; see also ref. 44). Functions for the remaining genes are unknown, although seven (including the two phytochromes discussed above) contain PAS/PAC domains, implicating them in oxygen and light

responses. This number of histidine kinases suggests a larger role than previously expected, and reveals filamentous fungi to be more similar in this regard to plants, where two-component systems are abundant, than to animals, where these systems are absent.

A new family of G-protein-coupled receptors

Eukaryotic cells sense many environmental stimuli through seven-transmembrane-helix, G-protein-coupled receptors (GPCRs)⁴⁵. Our analysis indicates that *Neurospora* possesses ten predicted seven-transmembrane-helix proteins (Fig. 5), three of which belong to a new class not previously identified in any fungus. These three genes encode proteins similar to cyclic AMP GPCRs from the protists *Dictyostelium discoideum*⁴⁶ and *Polysphondylium pallidum*, and also to predicted proteins from *Arabidopsis thaliana*⁴⁷ and *Caenorhabditis elegans*. The *D. discoideum* proteins sense cAMP levels during chemotaxis and multicellular development⁴⁸. This suggests a possible analogous function in *Neurospora*. The existence of an extracellular cAMP signalling pathway has never been demonstrated previously in any fungal system.

In support of this hypothesis, along with the presence of putative cAMP receptors, *Neurospora* was found to possess the full complement of proteins required for the synthesis and degradation of cAMP. Furthermore, *Neurospora* wild-type strains accumulate cAMP in the extracellular medium⁴⁹, although a role in extracellular signalling has not been established. Taken together, these data suggest the possibility that cAMP or a related molecule may serve as an extracellular signal in *Neurospora*.

Ca²⁺ sensory transduction in filamentous fungi

A considerable body of evidence, primarily from pharmacological studies, indicates that Ca²⁺ signalling regulates numerous processes in filamentous fungi⁵⁰. However, the identification of the main components of even one Ca²⁺-mediated response pathway in filamentous fungi has remained elusive. The genome sequence of *Neurospora* has provided over 25 of the proteins likely to be necessary for Ca²⁺ signalling in filamentous fungi (Fig. 5).

A notable difference between Ca²⁺ signalling in *Neurospora* as compared with plants and animals was revealed by the genome sequence. An important aspect of Ca²⁺ signalling in plant and animal cells involves Ca²⁺ release from internal stores. This is commonly mediated by the second messengers inositol-1,4,5-trisphosphate (InsP₃) and cADP ribose, or by Ca²⁺-induced Ca²⁺ release⁵¹. InsP₃ is present within *Neurospora* hyphae⁵², and physiological evidence including intracellular membrane-associated, InsP₃-activated Ca²⁺ channel activity supports a role in Ca²⁺ signalling^{53,54}. In spite of this, *Neurospora* (and *S. cerevisiae*) lacks recognizable InsP₃ receptors. In addition, neither ADP ribosyl cyclase nor ryanodine receptor proteins, principal components of Ca²⁺ release mechanisms in plant and animal cells, are found in *Neurospora*. These observations raise the question of whether other

Table 2 *Neurospora* has two RNA-silencing pathways

Predicted protein	<i>Neurospora</i>	<i>A. fumigatus</i> *	<i>S. pombe</i> †	Pathway‡
RNA-directed RNA polymerases	<i>qde-1</i> (NCU07534.1) <i>sad-1</i> (NCU02178.1) <i>rpp-3</i> (NCU08435.1)	<i>rppA</i> (contig 158) <i>rppB</i> (contig 472) —	— <i>rdp1</i> ⁺ (SPAC6F12.09) —	Quelling Meiotic silencing Unknown
Argonaute-like, related to translation initiation factors	<i>qde-2</i> (NCU04730.1) <i>Sms-2</i> (NCU09434.1)	<i>ppdA</i> (contig 720) <i>ppdB</i> (contig 196)	— <i>ago1</i> ⁺ (SPCC736.11)	Quelling Meiotic silencing
Dicer-like, related to SFII-RNase III ribonucleases of the carpel factory	<i>dcl-2</i> (NCU06766.1) <i>Sms-3</i> (NCU08270.1)	<i>dclB</i> (contig 618) <i>dclA</i> (contig 310)	— <i>dcr1</i> ⁺ (SPCC584.10C)	Quelling Meiotic silencing
RecQ helicase-like, related to Bloom's and Werner syndrome helicases	<i>qde-3</i> (NCU08598.1) <i>RecQ-2</i> (NCU03337.1) [‡]	<i>rqhA</i> (contig 443)§ <i>rqhB</i> (contig 58)§	— <i>hus2</i> ⁺ (SPAC2G11.12)	Quelling Unknown

* Unfinished *A. fumigatus* genome project (<http://www.tigr.org>).

† *Schizosaccharomyces pombe* genome project (<http://www.genedb.org>).

‡ Pathway assigned on the basis of either known experimental data for *qde-1*, *qde-2* and *qde-3* (quelling pathway); or *sad-1*, *Sms-2* and *Sms-3* (meiotic silencing pathway); or predicted on the basis of phylogenetic analysis.

§ RecQ helicase-like (*rqh*).

second messenger systems responsible for Ca^{2+} release from internal stores remain to be discovered in filamentous fungi.

Growth and development

Hyphal growth

True hyphae produced by filamentous fungi are tubular structures consisting of cellular compartments that are usually delineated by incomplete septa⁵. In contrast, the pseudohyphae produced by yeasts consist of chains of uninucleate elongated cells⁵⁵ with no apparent cytoplasmic continuity. The molecular mechanisms underlying these two modes of growth are not well understood.

The two signalling pathways that regulate pseudohyphal growth in *S. cerevisiae*—the MAPK and cAMP modules—are both conserved in the *Neurospora* genome. In *Candida albicans*, capable of pseudohyphal, true hyphal and budding growth, both pathways are required for true hyphal production, suggesting a similar role in *Neurospora*⁵⁶. However, at least three transcription factors—Tec1p, Flo8p and Sfl1p—specifically required for regulating pseudohyphal development in *S. cerevisiae*⁵⁶ were not found in *Neurospora*. Conversely, *Neurospora* possesses a gene with similarity to a transcription factor necessary for hyphal growth in *C. albicans*³⁶ (Efg1). This transcription factor is not required for pseudohyphal growth in *C. albicans*, nor is the homologous protein in *S. cerevisiae* (Phd1p)⁵⁶. More study of the complex pathways underlying these modes of growth is required. Nonetheless, these data clarify in part the distinctions and similarities between the signalling pathways and regulatory components of hyphal and pseudohyphal growth.

The macroconidiation pathway differs from that in *A. nidulans*

Macroconidia are asexual spores common to filamentous fungi but absent from yeast^{5,57}. Components of the macroconidiation path-

way have been identified in both *Neurospora* and the filamentous fungus *A. nidulans*, and known upstream signalling proteins seem to be conserved in both species⁵⁸. In contrast, there is little conservation of downstream components between the two fungi. In *Neurospora*, the *acon-2*, *acon-3*, *fld* and *fl* genes are essential for conidiation⁵, whereas in *A. nidulans*, the FlbC, FlbD, BrlA, AbaA and WetA gene products are required. Our analysis of the genome sequence revealed that *Neurospora* possesses no FlbC, BrlA or AbaA homologues, and a protein with only very weak similarity to approximately 100 amino acids at the carboxy terminus of WetA. These data make clear that the molecular machinery underlying macroconidiation in *Neurospora* differs significantly from that in *A. nidulans*.

Secondary metabolism

The fungal kingdom produces a vast array of small, bioactive compounds termed secondary metabolites that are best known for their roles as pigments, antibiotics and mycotoxins. With the exception of carotenoid and melanin pigment synthesis, *Neurospora* has not been shown to possess secondary metabolism. It was thus surprising that the *Neurospora* genome sequence revealed a number of putative genes for secondary metabolite production.

Non-ribosomal peptide synthetases

Three predicted non-ribosomal peptide synthetase (NRPS) genes and one NRPS-related gene were identified in the *Neurospora* genome sequence (Fig. 6). By phylogenomic analysis, one NRPS gene is orthologous to an *Aureobasidium pullulans* NRPS. The most closely related NRPS of known function is *sid2* of *Ustilago maydis*, which is responsible for production of hydroxamate siderophores⁵⁹. The remaining two are of unknown function, although one is orthologous to an NRPS in *Magnaporthe grisea*, and the other is

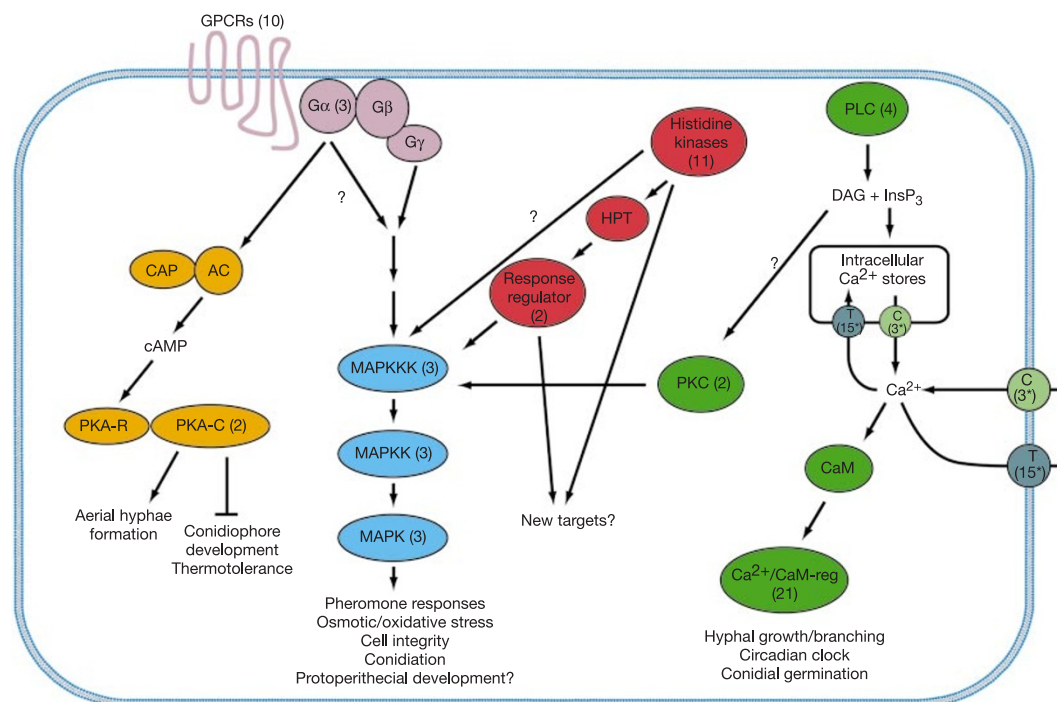


Figure 5 Overview of major intracellular signalling pathways in *Neurospora*. The numbers identified for each gene are in parentheses. An asterisk indicates that the location in the plasma membrane and/or organelle membranes is not determined. AC, adenylyl cyclase; C, Ca^{2+} channel protein; CaM, calmodulin; Ca^{2+} /CaM-reg, calcium- and calmodulin-regulated protein; CAP, cyclase-associated protein; DAG diacylglycerol; GPCR, G-protein-coupled receptor; Gα, G protein α-subunit; Gβ, G protein β-subunit; Gγ, G protein

γ-subunit; HPT, histidine-containing phosphotransfer domain protein; MAPK, MAP kinase; MAPKK, MAPK kinase; MAPKKK, MAPKK kinase; PKA-C, protein kinase A catalytic subunit; PKA-R, protein kinase A regulatory subunit; PLC, phospholipase C; PKC, protein kinase C; T, Ca^{2+} transport protein (P-type Ca^{2+} ATPase, $\text{H}^{+}/\text{Ca}^{2+}$ exchanger, or $\text{Na}^{+}/\text{Ca}^{2+}$ exchanger).

orthologous to an NRPS found in all other filamentous ascomycetes with genome sequence (see Methods). The NRPS-related gene shares 66% amino acid identity with the *CPS1* gene product that contributes to the virulence of *Cochliobolus heterostrophus*, *C. victoriae* and *Gibberella zeae*⁶⁰.

Polyketide synthases

Seven polyketide synthase (PKS) genes were identified in the *Neurospora* genome, which could be classified into three groups on the basis of domain structure (Fig. 6). The first class contains genes similar to DHN-melanin PKS genes of the fungi *Exophila dermatitidis*⁶¹, *Colletotrichum lagenarium*⁶² and *Alternaria alternata*⁶³. Sequence identity to numerous expressed sequence tag (EST) sequences from sexual and perithecial libraries suggest a role in melanin pigment synthesis during sexual development⁶⁴. The genes in the second class are similar in structure to several fungal PKSs, including the *Aspergillus terreus lovF* gene required for lovastatin synthesis. The genes in the third class resemble other fungal genes, including the *A. terreus lovB* gene, which is also required for lovastatin synthesis.

Diterpene metabolism

Diterpenes comprise a diverse group of compounds, primarily in plants and fungi, with roles in defence, pathogenicity and regulation of plant growth. The genome sequence revealed several genes associated with diterpene biosynthesis in other organisms, including a terpene synthase, several genes related to gibberellin oxidases, and a member of the cytochrome P450 mono-oxygenase gene family. These genes include at least one member of each of the three enzyme classes required for the biosynthesis of gibberellic acid. Gibberellic acid, a normal growth regulator in plants, was first identified as a metabolic product of the plant pathogen *Gibberella fujikuroi*, a relative of *Neurospora* that causes 'foolish seedling' disease in rice⁶⁵. The presence of these genes in *Neurospora* suggests that many components necessary for gibberellic acid production were present in the ancestors of *Neurospora* and *G. fujikuroi*.

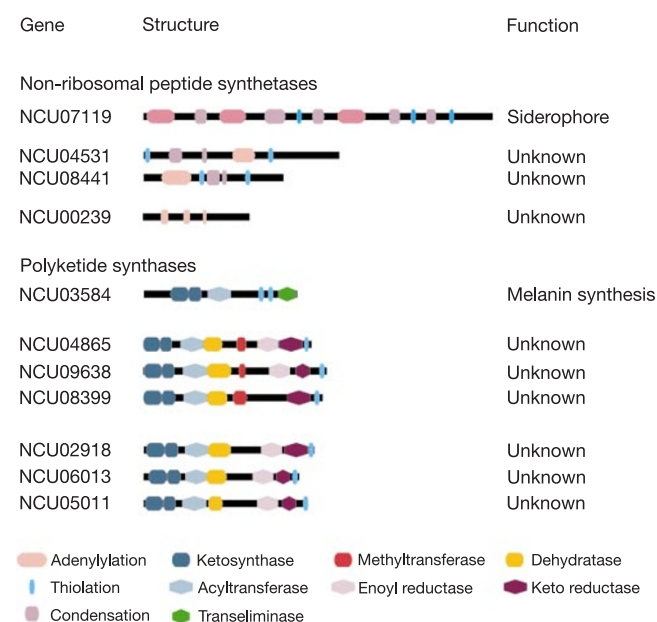


Figure 6 Domain structures of predicted *Neurospora* non-ribosomal peptide synthetase (NRPS) and polyketide synthase (PKS) genes. Domains were predicted using a combination of PFAM searches using HMMER, protein alignments and manual inspection.

We speculate that the secondary metabolism genes identified may have roles in morphogenesis and chemotropism⁶⁶, interspecies communication and possibly even chemical defence. The identification of these genes in *Neurospora* suggests that apparent major differences in lifestyles among related fungi, such as pathogenicity, may derive in part from minor modifications of gene function and expression.

Plant pathogenicity and *Neurospora*

The ability to parasitize living plants is widespread throughout the fungal kingdom. Although *Neurospora* is a saprotroph (that is, it feeds on dead or decaying matter), the genome sequence contains numerous genes similar to those required for plant pathogenesis identified in fungal pathogens. In particular, a number of genes were identified that have no known function in other organisms except in pathogenesis (Supplementary S8). *Neurospora* also possesses a wide range of extracellular enzymes capable of digesting plant cell wall polymers, although there is no clear cutinase homologue. Cutin is one of the main layers protecting the epidermis of the leaves of plants, and many, but not all, plant pathogens have cutinase activity. *Neurospora* has a wide range of cytochrome P450 enzymes that are important in some host-pathogen systems for detoxification of plant anti-fungal compounds. In addition, a large number of identified ABC (ATP-binding cassette) and MFS drug efflux systems could have a role in combating toxic plant compounds. The capability to form secondary metabolite members of the PKS, NRPS and terpenoid families, as described above, is present. Also, *Neurospora* contains all signal transduction components implicated in ascomycete pathogenesis that have been described so far. Thus, although *Neurospora* is not known to be a pathogen, the genome sequence has revealed many genes with similarity to those required for pathogenesis.

Discussion

Although *Neurospora* has been studied intensely for over 70 years, the analysis of the genome sequence has provided many new insights into a variety of cellular processes, including cell signalling, growth and differentiation, secondary metabolism and genome defence. The analysis has also uncovered surprising similarities between the saprotrophic *Neurospora* and pathogenic fungi, providing a new perspective on the molecular underpinnings of these lifestyles. Finally, the genome sequence has revealed the remarkable impact of RIP on the evolution of genes in *Neurospora*. Recent reports indicating the apparent presence of RIP in other fungi^{67,68} broaden the implications of our findings. The apparent lack of functional gene duplication in *Neurospora* provides a unique opportunity to study other modes of evolution in this experimentally tractable organism.

The genome sequence of *Neurospora* provides only a first glimpse into the genomic basis of the biological diversity of the filamentous fungi. Fungal genome sequences from the many ongoing⁶⁹ and planned⁷⁰ projects will expand this view as well as provide extraordinary opportunities for comparative analyses. This new era in fungal biology promises to yield insight into this important group of organisms, as well as to provide a deeper understanding of the fundamental cellular processes common to all eukaryotes. □

Methods

Strain and growth conditions

Twenty 5-ml cultures of *N. crassa* wild-type strain N150 (74-OR23-1VA; Fungal Genetics Stock Center 2489) were grown on a shaker in Vogel's minimal medium⁷ for 3 days at 32 °C. Tissues were collected, freeze-dried overnight and DNA was extracted as previously described⁷¹. DNA from the 20 samples was mixed and used for library construction.

Sequencing and assembly

The genome was sequenced by the WGS method. Plasmid (4-kb inserts) and fosmid (40-kb inserts) libraries were generated as described at <http://www-genome.wi.mit.edu/>. Jumping clone (subclone) libraries with 50-kb inserts were generated as described

elsewhere⁷². *Neurospora* cosmid and BAC clones were obtained from previously constructed libraries^{11,21}. Sequencing methods for all clone types are described at <http://www-genome.wi.mit.edu/>. All inserts were sequenced from both ends to generate paired reads. The sequence coverage generated is shown in Supplementary Information. The sequence was assembled using Arachne⁶. Finished sequence from linkage groups II and V was provided by MIPS and is available at <http://mips.gsf.de/proj/neurospora/>.

Annotation and analysis

We annotated the *Neurospora* genome using the Calhoun annotation system. The genome sequence was searched against the public protein databases using BLASTX with a threshold value of $E \leq 10^{-5}$. Genes were predicted using a combination of FGENESH, FGENESH+ and Genewise (Supplementary Information). The gene calling programs were validated against a test set of 191 previously characterized *Neurospora* proteins. Predicted genes were validated against ESTs aligned to the genome using SIM4. All predicted genes were searched against the PFAM set of hidden Markov models using the HMMER program and the public protein databases using BLASTP. Transfer RNAs were identified using the tRNAscan-SE program. Multigene families were constructed by searching each annotated gene against every other gene using BLASTP, requiring matches with $E \leq 10^{-5}$ over 60% of the longer gene length, and clustering genes based on single linkage transitive closure. Repeat sequences were detected by searching the genome sequence against itself using CrossMatch, filtering for alignments longer than 200 bp in length, and clustering pairs based on region overlap. Relics of RIP-mutated mobile elements were annotated by manual inspection.

The tree of MFS sugar transporters was created by aligning amino acid sequences using ClustalW, manually trimming to remove ambiguously aligned regions, and applying a neighbour-joining algorithm using PAUP*. RIP-mutated regions were detected by calculating one or both of two different dinucleotide ratios for sequence regions¹⁵. Regions with $\text{TpA}/\text{ApT} > 2$ or $(\text{CpA} + \text{TpG})/(\text{ApC} + \text{GpT}) < 0.7$ were predicted as RIP-mutated. Prediction of RIP sequence across the genome used only the TpA/ApT ratio, whereas the analysis of coding sequences used both (with a positive prediction by either measure taken as a prediction of RIP). RIP simulations were implemented in Matlab and were based on parameters derived from Table 2 of ref. 16. The simulation code is available on request. During each round of simulated RIP, every cytosine-containing dinucleotide on one strand (selected with equal probabilities) was mutated according to the probabilities: $(\text{CA} = 0.3, \text{CT} = 0.05, \text{CG} = 0.01, \text{CC} = 0.009)$. DNA methylation was predicted by calculating the proportion of plasmid reads overlapping 1-kb windows from both the methylation-tolerant and methylation-intolerant libraries. Regions with greater than 70% of reads derived from the methylation-tolerant library were predicted to be methylated. Specificity was estimated as described in the text. Methylation was experimentally assessed using Southern analyses as described elsewhere³⁰. Sensitivity was estimated by testing 19 repetitive and RIP-mutated 1-kb regions that were not predicted to be methylated. Of the 19 regions, 14 were in fact methylated. Thus the data provide good specificity but poor sensitivity.

Predicted RNA-silencing genes were aligned with homologues from plants, animals and other fungi using T-Coffee v1.37. C-terminal and amino-terminal regions of low homology were removed and the sequences realigned until alignments started and stopped at regions of unambiguous similarity. Both neighbour-joining trees, using ClustalX, and maximum posterior probability trees, using MrBayes 2.01, were generated and analysed.

Analysis of predicted non-ribosomal peptide synthetases and polyketide synthases made use of genome data for *C. heterostrophus*, *Botryotinia fuckeliana*, *G. verticillioidea* and *G. zeae* provided by the Torrey Mesa Research Institute/Syngenta. Additional details, analysis results and the genome sequence are available at <http://www-genome.wi.mit.edu/>.

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Correspondence and requests for materials should be addressed to J.E.G. (e-mail: jgalag@mit.edu) or B.B. (e-mail: bwb@genome.wi.mit.edu). The whole-genome shotgun project has been deposited at DDBJ/EMBL/GenBank under the project accession AABX00000000. The version described in this paper is the first version, AABX01000000.

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