

NatureMicrobiol_AltSQE

Figure1R

Figure2R

Figure3R

NatureMicrobiol_AltSQE_SI

1 **A widespread alternative squalene epoxidase participates in eukaryote**
2 **steroid biosynthesis**

3 Jacob Pollier^{1,2}, Emmelien Vancaester^{1,2}, Unnikrishnan Kuzhiumparambil³, Claudia E.
4 Vickers^{4,5}, Klaas Vandepoele^{1,2}, Alain Goossens^{1,2*} and Michele Fabris^{3,4}

5 ¹Ghent University, Department of Plant Biotechnology and Bioinformatics, 9052 Ghent,
6 Belgium. ²VIB Center for Plant Systems Biology, 9052 Ghent, Belgium. ³Climate Change
7 Cluster, University of Technology Sydney, 2007 Ultimo, NSW, Australia. ⁴CSIRO Synthetic
8 Biology Future Science Platform, GPO Box 2583, Brisbane 4001, Australia. ⁵Australian
9 Institute for Bioengineering and Nanotechnology, University of Queensland, St Lucia, QLD,
10 Australia.

11 *Correspondence to: alain.goossens@psb-vib.ugent.be.

12

13 **Steroids are essential triterpenoid molecules that are present in all eukaryotes and**
14 **modulate the fluidity and flexibility of cell membranes. Steroids also serve as signalling**
15 **molecules crucial for growth, development and differentiation of multicellular**
16 **organisms¹⁻³. The steroid biosynthetic pathway is highly conserved and is key in**
17 **eukaryote evolution⁴⁻⁷. The flavoprotein squalene epoxidase (SQE) catalyses the first**
18 **oxygenation reaction in this pathway and is rate-limiting. However, despite its**
19 **conservation in animals, plants, and fungi, several phylogenetically widely-distributed**
20 **eukaryote genomes lack an SQE-encoding gene^{7,8}. Here we discovered and characterized**
21 **an alternative SQE (AltSQE) belonging to the fatty acid hydroxylase superfamily.**
22 **AltSQE was identified through screening of a gene library of the diatom *Phaeodactylum***
23 ***tricornutum* in a SQE-deficient yeast. In accordance with its divergent protein structure**
24 **and need for co-factors, we found that AltSQE is insensitive to the conventional SQE**
25 **inhibitor terbinafine. *AltSQE* is present in many eukaryotic lineages but is mutually**
26 **exclusive with *SQE* and shows a patchy distribution within monophyletic clades. Our**
27 **discovery provides an alternative element for the conserved steroid biosynthesis**
28 **pathway, raises questions about eukaryote metabolic evolution, and opens routes to**
29 **develop selective SQE inhibitors to control hazardous organisms.**

30 Eukaryotes synthesize and utilize a wide variety of steroids. The principle steroid in animal
31 cell membranes is cholesterol, which is also the precursor of steroid hormones such as
32 testosterone, estradiol and progesterone. In fungi, ergosterol represents the main steroid,
33 whereas plant steroids are more diverse with sitosterol, stigmasterol and the brassinosteroid
34 phytohormones as the principle compounds¹⁻³. In protists, including diatoms, the variety of
35 steroids is wider⁹, albeit less characterized. They are often involved in programmed cell death
36 and algal bloom regulation¹⁰.

37 The precursor of all steroids is the linear 30-carbon terpenoid squalene. Prior to cyclization
38 into lanosterol (animals, fungi) or cycloartenol (plants), squalene is oxidized at one of its
39 terminal double bonds by the flavoprotein squalene epoxidase (SQE), also known as squalene
40 monooxygenase (SQMO) (Fig. 1a). The incorporation of molecular oxygen in the steroid
41 backbone by this enzyme is a distinctive and universal feature of eukaryotic steroid
42 biosynthesis. In contrast, biosynthesis of the bacterial analogues, the hopanoids, does not
43 require oxygen. Therefore, steroids are considered a marker of eukaryotic life, and for this
44 reason have been used to identify and date evolutionary steps. It is generally accepted that
45 steroid biosynthesis originated in the Proterozoic, possibly emerging during atmospheric and
46 oceanic oxygenation by cyanobacterial oxygenic photosynthesis around 2.3 billion years ago⁴
47 ⁶. This also implies that the core steroid biosynthesis pathway, including SQE, was already
48 present in the last common ancestor of eukaryotes^{4,7}. Because of their essential role, steroid
49 levels are precisely regulated in eukaryotic cells, often by conserved molecular mechanisms
50 that control levels and activities of steroid biosynthesis enzymes in the endoplasmic reticulum
51 (ER), including the rate-limiting enzymes 3-hydroxy-3-methylglutaryl-coenzyme A reductase
52 (HMGR) and SQE¹¹⁻¹³. However, despite the conserved and essential role of SQE, analysis of
53 sequenced genomes suggested its absence in several eukaryotic species distributed across the
54 tree of life, including the model diatom species *Thalassiosira pseudonana* and *Phaeodactylum*
55 *tricornutum*^{7,8}.

56 A knockout mutation of *ERG1*, the gene encoding SQE, leads to ergosterol auxotrophy in
57 yeast (*Saccharomyces cerevisiae*) strain JP064¹⁴. To identify functional SQEs from species
58 lacking the conventional SQE, such as *P. tricornutum*, a cDNA library¹⁵ was screened for
59 genes capable of complementing the *erg1*-knockout in the haploid yeast strain JP064 grown
60 on selective medium lacking ergosterol. Of the four yeast colonies surviving selection, three
61 contained a plasmid with the entire open reading frame (ORF) of the *Phatr3_J45494* gene,

62 which was renamed *Alternative squalene epoxidase (AltSQE)*; GenBank Accession Number
63 MH422131). To confirm its role as a SQE, the *AltSQE* ORF sequence was sub-cloned and re-
64 expressed in the JP064 strain, as well as in the yeast strain PA123¹⁴. The latter strain contains
65 an additional knockout mutation in the *ERG7* gene, encoding lanosterol synthase, the enzyme
66 catalysing the step immediately following SQE in the ergosterol biosynthesis pathway
67 (Fig. 1a). This strain accumulates high levels of squalene but does not convert oxidosqualene
68 to lanosterol; this allows identification of SQE activity by measurement of 2,3-oxidosqualene
69 upon expression of a functional SQE¹⁴. In JP064 cells, growth on selective medium lacking
70 ergosterol was restored by expression of either *AltSQE* or yeast *ERG1*, as a positive control
71 (Fig. 1b). In PA123 cells, expression of either *AltSQE* or *ERG1* led to reduced squalene
72 accumulation in parallel with the production of 2,3-oxidosqualene and minute amounts of 2,3-
73 22,23-dioxidosqualene (Fig. 1c,d), demonstrating the SQE activity of AltSQE.

74 The existence of a non-conventional SQE in *P. tricornutum* had previously been suggested
75 based on a pharmacological analysis that demonstrated insensitivity of this organism to
76 terbinafine, the well-known inhibitor of the conventional SQE enzyme⁸. Accordingly,
77 expression of *AltSQE* in the wild-type yeast strain PA059¹⁶ alleviated terbinafine sensitivity
78 of this strain, in contrast with overexpression of *ERG1* (Fig. 1e), indicating that the AltSQE
79 enzyme is indeed insensitive to this drug.

80 Conventional SQE is a flavoprotein monooxygenase; in contrast, AltSQE belongs to the fatty
81 acid hydroxylase superfamily (Supplementary Fig. 1a). This family of integral membrane
82 proteins contains enzymes that catalyse oxygen-dependent desaturation, hydroxylation, and
83 epoxidation reactions of primarily lipid-based substrates^{17,18}. Hydropathy plot and protein
84 modelling suggested a membranous nature of the AltSQE protein (Supplementary Fig. 1b,c).
85 To verify the subcellular localization, stable transformed *P. tricornutum* cells producing the
86 AltSQE C-terminally fused with the mVenus yellow fluorescent protein (YFP) were

87 generated and examined by confocal microscopy. The YFP signal was observed around the
88 chloroplast (Supplementary Fig. 2a), which is characteristic for ER-localized proteins in this
89 organism¹⁹. Similarly, when produced transiently in *Agrobacterium*-infiltrated *Nicotiana*
90 *benthamiana* leaves, green fluorescent protein-tagged AltSQE co-localized with a red
91 fluorescent ER-marker (Supplementary Fig. 2b). The observed ER-localization of AltSQE is
92 consistent with the general subcellular location of its substrate squalene, and corresponds to
93 the subcellular localization of the conventional SQE enzyme in animals, plants, and
94 fungi^{12,20,21}. To investigate the role of *AltSQE* in *P. tricornutum*, we attempted to alter its
95 expression by overexpression or RNAi-mediated silencing. However, the transformed diatom
96 lines showed no differences in *AltSQE* expression and no marked shifts in the accumulation of
97 the major steroids or their precursors were observed (Supplementary Fig. 3 and
98 Supplementary Fig. 4). Together, this points to a robust control of AltSQE levels and activity,
99 which is not surprising given the essential role of steroids in eukaryotes.

100 A common characteristic of proteins belonging to the fatty acid hydroxylase superfamily is
101 the presence of nine conserved histidine residues that coordinate a dimetal centre at the active
102 site of the enzyme^{18,22}. These residues are also conserved in AltSQE (Supplementary Fig. 1b
103 and Supplementary Fig. 5) and substitution of any of them with an alanine residue reduced the
104 enzymatic activity of the protein (Supplementary Fig. 6), confirming their importance for
105 catalytic activity. The molecular oxygen required for the oxidative reaction is activated by the
106 dimetal centre (Supplementary Fig. 7) that therefore needs to be in a reduced state¹⁷. The
107 electrons needed for reduction of the dimetal centre are typically provided by cytochrome *b*₅,
108 which in turn receives the electrons from NADH, usually through cytochrome *b*₅ reductase
109 proteins^{17,18,22}. Two candidate cytochrome *b*₅ encoding genes, *Phatr3_J30770* and
110 *Phatr3_J16195* (GenBank Accession Numbers MH422132 and MH422133, respectively),
111 were identified in the *P. tricornutum* genome and their capacity to physically interact with

112 AltSQE was assessed using a yeast-based split-ubiquitin interaction assay²³. Direct interaction
113 between AltSQE and the Phatr3_J30770 protein, but not the Phatr3_J16195 protein, was
114 observed (Supplementary Fig. 6). This suggests that AltSQE functions by reduction of the
115 dimetal centre using electrons provided by cytochrome *b₅*, followed by activation of
116 molecular oxygen by the reduced dimetal centre and epoxidation of squalene (Supplementary
117 Fig. 7). In contrast, the conventional SQE functions by loosely binding a flavin adenine
118 dinucleotide (FAD) cofactor that gets reduced by a NADPH-cytochrome P450 reductase,
119 followed by activation of molecular oxygen by the reduced FAD and epoxidation of squalene
120 via an electrophilic addition reaction (Supplementary Fig. 8). Cytochromes *b₅* can transfer
121 electrons to a large number of different oxidases, including fatty acid hydroxylases and
122 cytochromes P450. Phatr3_J30770 is therefore not likely to be specific to AltSQE, but rather
123 a general co-factor interacting with oxidases that reside within the ER. Likewise, the
124 membrane-bound cytochrome *b₅* in *S. cerevisiae*, CYB5, could be capable of electron transfer
125 to AltSQE, thus ensuring its activity in yeast.

126 Interestingly, the conventional *SQE* gene was not detectable in the genomes of several
127 sequenced stramenopiles (heterokonts), including other diatoms (Bacillariophyta) besides
128 *P. tricornutum* and the brown alga (Pelagophyceae) *Aureococcus anophagefferens*^{7,8}. A
129 protein search against the NCBI nr database was therefore performed. This revealed the
130 presence of AltSQE homologs within several other diatom species, including *T. pseudonana*
131 and *Fragilariopsis cylindrus*. AltSQE-like sequences could also be identified in the genomes
132 of species other than diatoms, including the coccolithophore (Haptophyta) *Emiliana huxleyi*,
133 the cryptomonad (Cryptophyta) *Guillardia theta* and, surprisingly, *E. huxleyi* viruses. To
134 further assess this seemingly wider distribution of AltSQEs, a hidden Markov model (HMM)
135 was built for both SQE and AltSQE to carry out HMM profile searches against gene
136 catalogues from 667 different species encompassing all eukaryotic clades of the tree of life

137 (419 genomes and 661 transcriptomes, Supplementary Data 1). This analysis revealed that,
138 just like the SQE proteins, the AltSQE proteins are indeed widely dispersed among the tree of
139 life (Fig. 2), covering 235 and 190 different species, respectively. We could not identify any
140 organism harbouring both SQE and AltSQE, suggesting they are mutually exclusive
141 (Supplementary Data 1). This suggests an evolutionary disadvantage of having both genes
142 present, or an advantage of having only one gene present, notwithstanding that our yeast
143 complementation assays (Fig. 1e) indicate that concurrent presence of both SQE types is not
144 lethal.

145 To confirm that the identified AltSQE sequences correspond to functional AltSQE enzymes,
146 candidate AltSQEs from eight representative species were selected for further analysis:

147 *F. cylindrus* (Bacillariophyta), *T. pseudonana* (Bacillariophyta), *Salpingoeca rosetta*
148 (Choanoflagellida), *G. theta* (Cryptophyta), *Bigelowiella natans* (Cercozoa), *Symbiodinium*
149 *minutum* (Dinophyta), *E. huxleyi* (Haptophyta), and *E. huxleyi* virus 84. For all, *S. cerevisiae*
150 codon-optimized gene sequences were synthesized, which, when expressed in yeast strains
151 JP064 and PA123, all complemented the *erg1*-knockout mutation (Fig. 3a) and led to
152 production of 2,3-oxidosqualene (Fig. 3c), respectively. Likewise, all eight alleviated the
153 terbinafine sensitivity of yeast strain PA059 (Fig. 3b). Together, this confirms the SQE
154 activity of all tested enzymes and implies that insensitivity to terbinafine is common to all
155 AltSQE proteins.

156 The discovery of a widespread alternative enzyme that catalyses the epoxidation of squalene
157 has profound implications on our understanding of the evolution of eukaryotic life. The
158 patchy distribution of the mutually exclusive conventional and alternative SQEs across the
159 eukaryotic tree of life (Fig. 2 and Supplementary Data 2,3) seems incompatible with vertical
160 inheritance from a last common eukaryotic ancestor and alludes either to multiple eukaryote-
161 to-eukaryote horizontal gene transfer (HGT) events or to a long-term coexistence of both

162 genes followed by several independent losses of either the conventional or the alternative
163 SQE. The presence of a functional AltSQE in *E. huxleyi* viruses may hint at HGT²⁴, however,
164 this is not supported by our phylogenetic analysis. SQE and AltSQE sequences roughly
165 follow a phylogenetic distribution corresponding to the species distribution in the tree of life,
166 but the relationship is imperfect. Subsequently, we cannot discriminate between the
167 coexistence-followed-by-loss-hypothesis and the more complex scenario of several
168 independent (eukaryotic) HGT events followed by replacement (Fig. 2 and Supplementary
169 Data 2,3). Such a scattered distribution of functional analogues has been observed only a few
170 times before in eukaryotes, but thus far only for paralogues with a relatively high amino acid
171 identity between the two counterparts^{25,26}. In contrast, here convergent evolution gave rise to
172 two completely unrelated enzymes carrying out the same essential metabolic reaction. As the
173 conventional SQE was hitherto considered part of the highly conserved core steroid
174 biosynthesis pathway in eukaryotic life^{4,7}, the discovery of a widespread AltSQE prompts the
175 need to revisit currently accepted notions on the evolution of steroid biosynthesis. Our
176 findings may also open potential routes to develop selective AltSQE inhibitors to control
177 hazardous organisms depending on AltSQE activity, such as dinoflagellate and diatom species
178 that produce neurotoxins leading to various seafood poisoning syndromes in humans^{27,28}.
179 Finally, it is known that *E. huxleyi* viruses hijack lipid synthesis pathways of their host for
180 lytic infection²⁴; possibly they may likewise use AltSQE to modulate the host sterol synthesis
181 pathway to promote lytic infection. Since *E. huxleyi* infection by *E. huxleyi* viruses may be a
182 key contributor to the formation of sea spray aerosols, cloud formation and ultimately Earth's
183 climate system²⁹, AltSQE may play an important role in marine cloud formation and climate
184 regulation.

185

186 **Methods**

187 **cDNA library preparation.** 239 μL of a custom-made *Phaeodactylum tricornutum* cDNA
188 library¹⁵ with an original titre of 4.5×10^6 to 7×10^6 cfu/mL was used to inoculate 100 mL of
189 Lysogeny Broth (LB) medium containing 50 mg/mL kanamycin. The resulting *Escherichia*
190 *coli* culture was incubated for 8 h at 37°C with shaking at 300 rpm. Plasmid DNA was
191 isolated from the entire culture (yield: 25 μg) and used for transfer of the cDNA library to the
192 constitutive high-copy yeast expression vector pAG423GPD-ccdB (AddGene plasmid #
193 14150). To this end, 150 ng of library plasmid DNA was mixed with 1.35 μg of
194 pAG423GPD-ccdB plasmid DNA and 6 μL of LR clonase in a total volume of 20 μL . After
195 overnight incubation at 25°C , the LR reaction was stopped by adding 2 μL of proteinase K,
196 followed by 15 min of incubation at 37°C and 10 min at 75°C , after which the DNA was
197 precipitated by adding 80 μL of sterile water, 1 μL of glycogen (20 $\mu\text{g}/\mu\text{L}$), 50 μL of 7.5 M of
198 ammonium acetate and 375 μL of 100% ethanol. The resulting mixture was incubated
199 overnight at -20°C . DNA was pelleted by centrifugation at $20,800 \times g$ at 4°C for 10 min, after
200 which the DNA pellet was washed with 150 μL of 70% ethanol. The resulting DNA was
201 briefly dried under vacuum and dissolved in a final volume of 12 μL of H_2O . This DNA was
202 transformed into *E. coli* ElectroMAX™ DH10B™ T1 Phage Resistant Cells (Invitrogen) via
203 electroporation using 0.1-cm electroporation cuvettes and a Gene Pulser electroporation
204 system (BioRad) with the following settings: 2.2 kV; 200 Ω ; 25 μF . Six aliquots of 50 μL of
205 competent cells were transformed, each with 2 μL of precipitated LR. After electroporation,
206 1 mL of SOC medium was added to each aliquot, after which the cells were allowed to
207 recover for 1 h at 37°C . The resulting vials were pooled in a 15-mL Falcon tube and an equal
208 amount of sterile freezing medium (60% SOC, 40% glycerol) was added. Finally, the cells
209 with the transferred library were divided in 1-mL aliquots and frozen at -70°C . Prior to
210 dividing the cells, a 200- μL aliquot was used for titre determination (obtained titre: 1.8×10^5
211 cfu/mL).

212 **cDNA library screening.** 1×10^6 cfu of the transferred cDNA library were used to inoculate
213 100 mL of LB medium containing 100 mg/mL carbenicillin. The resulting *E. coli* culture was
214 incubated for 10 h at 37°C with shaking at 300 rpm after which plasmid DNA was isolated
215 (yield: 227 µg) and used to transform yeast strain JP064¹⁴ via electroporation. To this end, a
216 100-mL yeast culture grown in yeast extract peptone dextrose (YPD) medium supplemented
217 with ergosterol (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL) to OD 1.0 was
218 harvested by centrifugation and the yeast cells were repeatedly washed with 25 mL of water,
219 2 mL of 1 M sorbitol, 2 mL of 0.1 M lithium acetate and 2 mL of 1 M sorbitol. Finally, the
220 cells were dissolved in 500 µL of 1 M sorbitol. Aliquots of 100 µL of cells were transferred to
221 a cooled 0.2-cm electroporation cuvette and 2.5 µg of plasmid DNA was added to each
222 aliquot. Electroporation was carried out using a GenePulser electroporation system (Biorad)
223 with the following settings: 1.5 kV, 600 Ω, 25 µF. Electroporated cells were allowed to
224 recover for 1 h in 1 mL of YPD medium supplemented with ergosterol (20 µg/mL), hemin
225 (13 µg/mL) and Tween 80 (5 mg/mL) after which they were washed with 1 mL of 1 M
226 sorbitol and finally plated on selective plates containing Synthetic Defined (SD) medium
227 (Clontech) supplemented with minus histidine amino acid dropout mix (SD-His) and hemin
228 (13 µg/mL). A transformation control was plated on non-selective SD-His plates containing
229 ergosterol (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL). The resulting yeast
230 plates were incubated at 30°C for seven days, after which the seven colonies growing on the
231 selective plates were subcultured to a new selective plate. Only four of these colonies were
232 viable and subsequently used for plasmid DNA extraction using a Zymoprep Yeast Plasmid
233 Miniprep kit (Zymo research) according to the manufacturer's instructions. The resulting
234 plasmids were transferred to *E. coli* for propagation, isolated and Sanger sequenced.

235 **Gene cloning.** The full-length ORF of *P. tricornutum* *AltSQE* was PCR-amplified with and
236 without stop-codon from a Sanger-sequenced plasmid resulting from the library screening.

237 Likewise, the full-length ORFs of the *P. tricornutum* cytochrome *b₅* genes were amplified
238 with and without stop-codon from the original library prep. All primers used for gene cloning
239 are listed in Supplementary Table 1. *S. cerevisiae* codon-optimized
240 (<https://eu.idtdna.com/CodonOpt>) *AltSQE* gene sequences for *F. cylindrus* (GenBank
241 Accession Number MH422141), *T. pseudonana* (GenBank Accession Number MH422143),
242 *S. rosetta* (GenBank Accession Number MH422142), *G. theta* (GenBank Accession Number
243 MH422135), *B. natans* (GenBank Accession Number MH422137), *S. minutum* (GenBank
244 Accession Number MH422139), *E. huxleyi* (GenBank Accession Number MH422140) and its
245 virus *E. huxleyi* virus 84 (GenBank Accession Number MH422144) were synthesized
246 including AttB-sites using a BioXp 3200 DNA synthesis machine. The obtained PCR and
247 synthesis fragments were Gateway-recombined into the donor vector pDONR207 and
248 sequence-verified. Mutations in the conserved histidine residues of *P. tricornutum AltSQE*
249 were introduced using overlap-extension PCR with the primers listed in Supplementary
250 Table 1. For *G. theta*, the available *AltSQE* gene model was incorrect. To find the full-length
251 ORF of the *G. theta AltSQE* gene, a *G. theta* RNA-Seq library (Illumina HiSeq200;
252 365,495,598 paired-end reads, 2 x 100 bp) was obtained from the NCBI Short Read Archive
253 (Accession number SRR747855) and used for a *de novo* transcriptome assembly using the
254 CLC Genomics Workbench 7.0.4 (CLC bio, Aarhus, Denmark) with default parameters. As
255 such, 34,201 contigs with an average size of 1,241 bp were obtained. This assembly was used
256 to make a BLAST database, and a TBLASTX search with the original *G. theta AltSQE*
257 revealed only one hit, a contig encoding a protein corresponding to *G. theta AltSQE*, but
258 which is 12 amino acids longer at its C-terminus, compared to the available GenBank
259 sequence. The synthesized clone was corrected using two additional reverse primers
260 (Supplementary Table 1) and the corrected sequence was deposited in the GenBank under
261 accession number MH422134. Also for *B. natans* and *S. minutum*, the available gene models

262 were incorrect. Like for *G. theta*, RNA-Seq data was downloaded from the NCBI Short Read
263 Archive (Accession numbers SRR1296871 (*B. natans*) and DRR003868 (*S. minutum*)) and
264 used for a *de novo* transcriptome assembly using the CLC Genomics Workbench 7.0. with
265 default parameters. TBLASTX searches in the assembled transcriptomes with the
266 *P. tricornutum* AltSQE as query revealed the full-length open reading frames of the *AltSQE*
267 homologues of both species. The correct sequences were synthesized and deposited in the
268 GenBank under accession numbers MH422136 (*B. natans*) and MH422138 (*S. minutum*).

269 **Complementation assays in strain JP064.** The entry clones containing the full-length ORFs
270 of the investigated genes were Gateway recombined with the constitutive high-copy yeast
271 expression vector pAG423GPD-ccdB (AddGene plasmid # 14150). The resulting plasmids
272 were transformed into strain JP064¹⁴ *via* electroporation as described above. Transformed
273 yeast cells were plated on non-selective SD-His plates supplemented with ergosterol
274 (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL). For the complementation assay,
275 cells were precultured for two days in SD-His medium supplemented with ergosterol
276 (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL), after which they were serially
277 diluted and dropped on selective SD-His plates supplemented with hemin (13 µg/mL) only.
278 As growth control, the cells were dropped on non-selective SD-His plates supplemented with
279 ergosterol (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL). The resulting yeast
280 plates were incubated at 30°C for seven days. For each tested gene, at least three individual
281 transformants were assessed. For each assay, a positive (ERG1) and negative (empty vector)
282 control was included.

283 **Functional analysis in strain PA123.** The full-length ORFs of the investigated genes were
284 Gateway recombined into the constitutive high-copy yeast expression vector pAG426GPD-
285 ccdB (AddGene plasmid # 14156) and transformed into yeast strain PA123¹⁴. Transformed
286 yeast cells were plated on SD medium supplemented with minus uracil amino acid dropout

287 mix (SD-Ura), ergosterol (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL). For GC-
288 MS analysis, cells were cultured for three days in SD-Ura supplemented with ergosterol
289 (20 µg/mL), hemin (13 µg/mL) and Tween 80 (5 mg/mL). Four mL of each culture was
290 harvested by centrifugation. Yeast cells were broken by freezing the cells in liquid nitrogen,
291 adding metal balls (1 ø5mm and 2 ø3mm balls) and milling using a RETCH ball mill (2 times
292 30 s at 30 Hz). Broken cells were extracted with 1 mL of methanol for 30 min at room
293 temperature. After centrifugation, the methanol phase was collected and evaporated under
294 vacuum. The resulting residue was dissolved in 200 µL of heptane, of which 1 µL was used
295 for GC-MS analysis. GC-MS analysis was carried out using a GC model 6890 and MS model
296 5973 (Agilent, Santa Clara, United States) as previously described³⁰. Products (squalene, 2,3-
297 oxidosqualene, 2,3:22,23-dioxidosqualene and ergosterol) were identified using authentic
298 standards and peak areas were determined using the ChemStation software (Agilent).

299 **Terbinafine assays.** The full-length ORFs that were Gateway recombined into the
300 constitutive high-copy yeast expression vector pAG423GPD-ccdB (AddGene plasmid #
301 14150) were transformed into yeast strain PA059¹⁶. Transformed yeast cells were plated on
302 SD-His medium. For the terbinafine assay, cells were precultured for one day in SD-His, after
303 which they were serially diluted and dropped on selective SD-His plates containing 600 µM
304 of terbinafine. As growth control, the cells were dropped on SD-His plates without
305 terbinafine. The resulting yeast plates were incubated at 30°C for three days. For each tested
306 gene, at least three individual transformants were assessed.

307 **Subcellular localization in *N. benthamiana*.** The *AltSQE* gene was Gateway recombined
308 into the expression vectors pK7WGF2 and pK7FWG2 for N- and C-terminal GFP-fusion,
309 respectively. The resulting constructs were transformed into *Agrobacterium tumefaciens*
310 strain C58C1, carrying the pMP90 helper plasmid. To suppress gene silencing, *A. tumefaciens*
311 carrying a *35S:p19* construct was used. The ER-rk³¹ construct served as a red fluorescent ER-

312 localization control. For *N. benthamiana* infiltrations, *A. tumefaciens* was grown for two days
313 in a shaking incubator (150 rpm) at 28°C in 5 mL of yeast extract broth (YEB) medium,
314 supplemented with appropriate antibiotics (100 µg/mL spectinomycin, 300 µg/mL
315 streptomycin and 20 µg/mL gentamycin for localization constructs and 25 µg/mL kanamycin
316 and 20 µg/mL gentamycin for the p19 and ER-rk constructs). After incubation, 500 µL of
317 bacterial culture was used to inoculate 9.5 mL of YEB medium supplemented with
318 appropriate antibiotics, and containing 10 mM MES (pH 5.7) and 20 µM acetosyringone.
319 After overnight incubation in a shaking incubator (150 rpm) at 28°C, bacteria for transient co-
320 expression were mixed, collected via centrifugation and resuspended in 5 mL of infiltration
321 buffer (100 µM acetosyringone, 10 mM MgCl₂, 10 mM MES, pH 5.7). The amount of
322 bacteria harvested for each construct was adjusted to obtain a final OD₆₀₀ of 1.0 in the
323 infiltration buffer. After 2 to 3 h of incubation at room temperature, the bacteria mixtures
324 were infiltrated to the abaxial side of fully expanded leaves of 3- to 4-week-old
325 *N. benthamiana* plants grown at 25°C under a 14-h/10-h light/dark regime. The infiltrated
326 plants were incubated under normal growth conditions for three days prior to confocal
327 microscopy analysis. Fluorescence was analysed with a Zeiss LSM 710 confocal laser
328 scanning microscope. Dual GFP and RFP fluorescence was imaged with 488- and 543-nm
329 light for GFP and RFP excitation, respectively.

330 **Split-ubiquitin interaction assay.** Because both AltSQE and cytochrome *b₅* are membrane-
331 bound proteins, a split-ubiquitin interaction assay is required to show interaction of these
332 proteins in yeast. To this end, an assay based on the ubiquitin-based split-protein sensor
333 (USPS) system by Johnsson & Varshavsky²³ was used, in which the AltSQE protein served as
334 bait and the cytochromes *b₅* proteins as prey. AltSQE was fused to the C_{Ub}-URA3 fusion by
335 Gateway recombination of the entry clone without stop codon into the bait vector pMKZ, a
336 Gateway compatible version of the C_{Ub}-URA3 fusion vector³². The cytochrome *b₅* ORFs were

337 fused to the N-terminal half of ubiquitin by Gateway recombination of the entry clones
338 without stop codon in the prey vectors pCup-NuI-GWY-myc-CYC1 and pCup-KZ-myc-
339 GWY-NuI-CYC1. The obtained expression clones were sequence-verified using the primers
340 listed in Supplementary Table 1. The split-ubiquitin assay was carried out in *S. cerevisiae*
341 strain JD53³². First, pMKZ-AltSQE was transformed into JD53 and transformed cells were
342 plated on SD-His medium. To check the stability of the AltSQE-C_{Ub}-URA3 fusion protein,
343 colonies growing on the SD-His plate were streaked on a SD-His-Ura plate. Next, yeast
344 growing on the SD-His-Ura plate was transformed with the prey vectors containing the
345 cytochrome *b5* genes or the empty vectors. Transformed yeast cells were selected on SD-His-
346 Trp plates. For each construct, four colonies were selected and cultured for one day in SD-
347 His-Trp-Met medium, after which they were serially diluted and dropped on selective SD-
348 His-Trp-Met plates supplemented 100 μ M of CuSO₄ and 1 mg/mL 5-fluoroorotic acid (5-
349 FOA). As growth control, the cells were dropped on SD-His-Trp-Met plates supplemented
350 100 μ M of CuSO₄ without 5-FOA. The resulting yeast plates were incubated at 30°C for two
351 days. Yeast cells capable of growing on plates containing 5-FOA are indicative of ubiquitin-
352 mediated URA3 degradation, and hence of interaction between AltSQE and the tested
353 cytochrome *b5*.

354 **Generation of transgenic *P. tricornutum* lines.** The inverted-repeat RNAi construct
355 targeting *P. tricornutum* AltSQE (*Phatr3_J45494*) was cloned into the pKS-Sh ble-FA
356 plasmid as described³³ using primers listed in Supplementary Table 1, yielding the construct
357 FcpBp-AltSQE-FcpA3'. The pKS-Sh ble-FA GUS and pAF6 plasmids were kindly provided
358 by Dr. Angela Falciatore (IBPS, Paris, France). *P. tricornutum* strain CCAP 1055/1 *wild-type*
359 cells were transformed with either AltSQE-RNAi or empty pAF6 control vectors by biolistic
360 transformation with a PDS-1000/He System with Hepta adapter (Bio-Rad, USA).
361 Transformants were selected on half-strength ESAW³⁴-agar (1%) medium containing

362 100 µg/mL Zeocin (InvivoGen, USA) and subsequently maintained in liquid ESAW medium
363 supplemented with 50 µg/mL Zeocin. The AP1p-*AltSQE-mVenus* and AP1p-*mVenus*
364 constructs were generated by Gibson assembly[®] into the pPTPBR11 episome backbone
365 (Addgene plasmid #80386). Briefly, single fragments corresponding to the *P. tricornutum*
366 AP1 (*Phatr3_J49678*) promoter³⁵, *AltSQE*, *mVenus*³⁶ and the *FcbpF* (*Phatr3_J51230*)
367 terminator region were PCR-amplified using the primers listed in Supplementary Table 1. The
368 obtained PCR fragments were purified and assembled on the pPTPBR11 episome backbone
369 (Addgene plasmid #80386) upon linearization with *SbfI*-HF (New England Biolabs, USA).
370 The FcpBp-*AltSQE-mVenus* and FcpBp-*mVenus* constructs were generated by replacing the
371 AP1 promoters with the FcpBp (*Phatr3_J18049*) promoter between the *SpeI* and *NdeI* sites
372 previously inserted in the abovementioned constructs. Correct episome assemblies were
373 confirmed by diagnostic restriction digestion and Sanger sequencing. Next, episomes were co-
374 transformed with the pTA-MOB³⁷ mobility plasmid, kindly provided by Dr. Ian Monk
375 (University of Melbourne, Australia) in *E. coli* strain Epi300 and used for *P. tricornutum*
376 conjugation as described³⁸. Exconjugants were selected on half-strength ESAW plates (1%
377 agar) containing 100 µg/mL Zeocin and subsequently maintained in liquid ESAW medium
378 supplemented with 50 µg/mL Zeocin. Colonies expressing the fusion proteins *AltSQE*-
379 *mVenus* and *mVENUS* were screened Beckman Coulter's CytoFLEX LX Flow Cytometer
380 (Beckman Coulter, USA).

381 **Subcellular localization in *P. tricornutum*.** Hundred µL of transgenic diatom cultures
382 expressing the AP1p-*AltSQE-mVenus* or AP1p-*mVenus* constructs were cultivated for three
383 days in ESAW medium, centrifuged, washed twice and finally resuspended in 100 µl of
384 ESAW medium lacking phosphate and incubated for 20 hours. Next, cells were mounted on
385 slides and imaged with 100x oil lens on a confocal laser scanning Nikon A1 Plus microscope

386 (Nikon, Japan) using the 488 and 637 nm lasers for mVENUS and chlorophyll
387 autofluorescence, respectively.

388 **Sterol perturbation experiments in transgenic *P. tricornutum*.** Three independent
389 transgenic diatom lines harbouring the constructs *AltSQE* knock-down, pAF6, FcpBp-*AltSQE*-
390 *mVenus*, and FcpBp-*mVenus* were grown in triplicate in 1-L baffled shake flasks (Sigma-
391 Aldrich) in 150 mL of ESAW medium³⁴ in fully controlled incubators (Kühner, Switzerland)
392 under continuous light ($150 \mu\text{E m}^{-2} \text{s}^{-1}$) at 21°C for four days to late exponential phase.
393 Hundred mL of diatom culture was harvested by centrifugation at 4500 g for 5 min and
394 washed with 2 mL of PBS. The resulting pellet was flash frozen and lyophilized. Freeze-dried
395 algal biomass was extracted in fresh 10% KOH ethanolic (50%) solution at 80°C for 1 h in a
396 heat block with occasional stirring. After cooling, 1 mL of saturated NaCl solution and
397 400 μL of hexane (Sigma-Aldrich, Castle Hill, Australia) was added to the samples. After
398 thoroughly mixing the samples on a roller shaker for 3 min, the mixture was allowed to settle
399 and the organic phase was collected. The extraction with hexane was repeated twice and the
400 pooled organic layer was dried under nitrogen and derivatized using 50 μL of *N,O*-
401 Bis(trimethylsilyl)trifluoroacetamide (Sigma-Aldrich) by heating at 70°C for 60 min,
402 followed by addition of 100 μL of hexane. GC-MS analysis was performed on an Agilent
403 7890 (Agilent Technologies, Santa Clara, California, USA) series GC equipped with a HP-5
404 capillary column (30 m; 0.25 mm i.d., film thickness 0.25 μm) coupled to an Agilent
405 quadrupole MS (5975 N) instrument. The oven temperature was initially set at 50°C with a
406 gradient from 50 to 250°C (15.0°C/min), from 250 to 310°C (8°C/min) and a 10 min hold.
407 The injector temperature was set at 250°C, carrier gas (helium) flow at 0.9 mL/min and
408 splitless injection was used with a purge time of 1 min. The injection volume was 2 μL . Mass
409 spectrometer operating conditions were as follows: ion source temperature 230°C, quadrupole
410 temperature 150°C and ionization voltage 70 eV. Mass analysis was performed with an

411 electron impact (EI) source, under scan mode from 50 to 700 m/z. Sterol peaks were
412 identified using authentic standards (Sigma-Aldrich). Sterol concentrations were calculated
413 using five-point calibration curves based on known standard concentrations. 5- α -cholestane
414 (Sigma-Aldrich) was used as an internal standard.

415 ***AltSQE* gene expression analysis in transgenic diatoms.** Expression of *AltSQE* was
416 assessed by qRT-PCR analysis. Transgenic *P. tricornutum* cells from 25 mL cultures were
417 harvested by centrifugation at 4500 g for 5 min and washed with 2 mL of PBS. The resulting
418 pellet was flash frozen and RNA was subsequently extracted with the Illustra RNAspin Mini
419 Kit (GE Healthcare Life Sciences, USA). 500 ng of RNA was used for cDNA synthesis using
420 iScript (Bio-Rad). qRT-PCR was carried out with SYBR Green QPCR Master Mix (Biorad,
421 USA) in a CFX384TM Real-Time System (BioRad, USA). The reference genes used for
422 normalization were *RPS* and *TubB*³⁹. qRT-PCR primers (Supplementary Table 1) were
423 designed with Primer 3 (<http://bioinfo.ut.ee/primer3-0.4.0/>). Gene expression was analyzed in
424 regression mode using the CFX ManagerTM 3.1 Software (BioRad, USA) by interpolation
425 with standard curves of *AltSQE*, *RPS* and *TubB* (cDNA dilution gradient of 243, 81, 27, 9 and
426 3 ng). *AltSQE* relative transcript quantity was normalized to the geometrical mean of the
427 quantity of *RPS* and *TubB* transcripts.

428 **Squalene epoxidase distribution pattern.** Homologs of the *P. tricornutum* *AltSQE* protein
429 sequence were retrieved via BLASTP searches against the NCBI nr database
430 (<http://www.ncbi.nlm.nih.gov/>). Together with the *P. tricornutum* protein query, the
431 *Fistulifera solaris*, *F. cylindrus*, *A. anophagefferens*, *T. pseudonana*, and *E. huxleyi* *AltSQE*
432 homologues were aligned using MAFFT L-INS-i 7.187⁴⁰. The aligned sequences were used as
433 a seed alignment for building a hidden Markov model (HMM) using hmmer3 v3.1b2⁴¹. Also
434 for the conventional *SQE*, a HMM profile was built, using sequences from *Arabidopsis*
435 *thaliana*, *Cyanidioschyzon merolae*, *Galdieria sulphuraria*, *Ectocarpus siliculosus*,

436 *Nannochloropsis gaditana*, *S. cerevisiae*, *Schizosaccharomyces pombe*, and *Homo sapiens*.
437 The predicted proteomes for 419 species were downloaded from <http://protists.ensembl.org>,
438 <http://plants.ensembl.org>, <http://metazoa.ensembl.org> and <http://www.ensembl.org>. For the
439 dinophyte *S. minutum*, sequences were retrieved from
440 http://marinegenomics.oist.jp/symb/viewer/download?project_id=21. Re-assembled
441 MMETSP⁴² transcriptomes were retrieved from
442 [https://figshare.com/articles/Marine_Microbial_Eukaryotic_Transcriptome_Sequencing_Proje](https://figshare.com/articles/Marine_Microbial_Eukaryotic_Transcriptome_Sequencing_Project_re-assemblies/3840153/6)
443 [ct_re-assemblies/3840153/6](https://figshare.com/articles/Marine_Microbial_Eukaryotic_Transcriptome_Sequencing_Project_re-assemblies/3840153/6). To complement clades not well represented in the tree of life, the
444 transcriptomes of four Centrohelida, one Apusozoa⁴³, and *Euglena gracilis*⁴⁴, available from
445 <https://doi.org/10.5061/dryad.rj87v> and GenBank accession GDJR000000000.1, were
446 downloaded and further processed into proteomes using TRAPID⁴⁵. The aforementioned SQE
447 and AltSQE HMM profiles were used to screen the proteomes using an e-value cut-off of
448 10⁻¹⁰. To assert that absence of a protein was not due to an annotation mistake, all raw genome
449 sequences were screened with the SQE and AltSQE profiles using AUGUSTUS-PPX⁴⁶. SQE
450 distribution patterns were compared with the proposed tree of life topology as in⁴³; the results
451 are summarized in Fig. 2 and all detected (Alt)SQE sequences are provided in Supplementary
452 Data 1. The HMM profile which was initially used to screen eukaryotic genomes and
453 MMETSP transcriptomes was used to scan the Ocean Microbial Reference Gene Catalog
454 (OM-RGC) that contains all prokaryotic assembled genes from the large-scale TARA oceans
455 project^{47,48}, however, no prokaryotic AltSQE homologues were identified. To identify viral
456 homologues, the *E. huxleyi* virus 86 protein EhV088⁴⁹, which was detected in the initial
457 BLASTP search, was aligned with all detected AltSQE homologues to create a novel HMM
458 profile. Subsequently, this HMM profile was screened against several viral proteome datasets:
459 The Pacific Ocean Virome⁵⁰, the Reference Viral Database⁵¹, the assembled Osaka Bay and

460 TARA oceans viromes⁵², and the Virus-Host database⁵³. This analysis failed to identify viral
461 AltSQE homologues.

462 **Phylogenetic analysis.** All AltSQE sequences were aligned using MAFFT L-INS-i 7.187⁴⁰
463 and trimmed using trimAl v1.4.1⁵⁴, thereby removing all positions in the alignment with gaps
464 in 90% or more of the sequences (-gt 0.1). Phylogenetic tree construction was performed
465 using the maximum likelihood method IQ-TREE v1.5.5⁵⁵ under the best amino acid
466 substitution model selected by the built-in model-selection function ModelFinder⁵⁶ using the
467 following set as potential models: JTT, LG, WAG, Blosum62, VT, and Dayhoff. To account
468 for rate-heterogeneity across sites, the empirical amino acid frequencies (+F) and the FreeRate
469 model (+R), options were set. Branch supports were estimated by 1000 ultra-fast bootstrap
470 replicates (-bb 1000).

471 **Data availability**

472 Gene sequences used in this study were deposited in GenBank under accession numbers
473 MH422131 to MH422144. All other data that support the findings of this study are available
474 from the corresponding author upon request.

475

476 **References**

- 477 1. Benveniste, P. Biosynthesis and accumulation of sterols. *Annu. Rev. Plant Biol.* **55**,
478 429-457 (2004).
- 479 2. Payne, A. H. & Hales, D. B. Overview of steroidogenic enzymes in the pathway from
480 cholesterol to active steroid hormones. *Endocr. Rev.* **25**, 947-970 (2004).
- 481 3. Weete, J. D., Abril, M. & Blackwell, M. Phylogenetic distribution of fungal sterols.
482 *PLoS ONE* **5**, e10899 (2010).

- 483 4. Gold, D. A., Caron, A., Fournier, G. P. & Summons, R. E. Paleoproterozoic sterol
484 biosynthesis and the rise of oxygen. *Nature* **543**, 420-423 (2017).
- 485 5. Summons, R. E., Bradley, A. S., Jahnke, L. L. & Waldbauer, J. R. Steroids,
486 triterpenoids and molecular oxygen. *Philos. Trans. R. Soc. Lond. B Biol. Sci.* **361**, 951-
487 968 (2006).
- 488 6. Crowe, S. A. et al., Atmospheric oxygenation three billion years ago. *Nature* **501**, 535-
489 538 (2013).
- 490 7. Desmond, E. & Gribaldo, S. Phylogenomics of sterol synthesis: insights into the
491 origin, evolution, and diversity of a key eukaryotic feature. *Genome Biol. Evol.* **1**, 364-
492 381 (2009).
- 493 8. Fabris, M. et al. Tracking the sterol biosynthesis pathway of the diatom
494 *Phaeodactylum tricornutum*. *New Phytol.* **204**, 521-535 (2014).
- 495 9. Rampen, S. W., Abbas, B. A., Schouten, S. & Damsté, J. S. S. A comprehensive study
496 of sterols in marine diatoms (Bacillariophyta): Implications for their use as tracers for
497 diatom productivity. *Limnol. Oceanogr.* **55**, 91-105 (2010).
- 498 10. Gallo, C., d'Ippolito, G., Nuzzo, G., Sardo, A. & Fontana, A. Autoinhibitory sterol
499 sulfates mediate programmed cell death in a bloom-forming marine diatom. *Nat.*
500 *Commun.* **8**, 1292 (2017).
- 501 11. Goldstein, J. L., DeBose-Boyd, R. A. & Brown, M. S. Protein sensors for membrane
502 sterols. *Cell* **124**, 35-46 (2006).
- 503 12. Gill, S., Stevenson, J., Kristiana, I. & Brown, A. J. Cholesterol-dependent degradation
504 of squalene monooxygenase, a control point in cholesterol synthesis beyond HMG-
505 CoA reductase. *Cell Metab.* **13**, 260-273 (2011).
- 506 13. Pollier, J. et al. The protein quality control system manages plant defence compound
507 synthesis. *Nature* **504**, 148-152 (2013).

- 508 14. Dong, L. et al. Co-expression of squalene epoxidases with triterpene cyclases boosts
509 production of triterpenoids in plants and yeast. *Metab. Eng.* **49**, 1-12 (2018).
- 510 15. Huysman, M. J. J. et al. AUREOCHROME1a-mediated induction of the diatom-
511 specific cyclin dsCYC2 controls the onset of cell division in diatoms (*Phaeodactylum*
512 *tricornutum*). *Plant Cell* **25**, 215-228 (2013).
- 513 16. Miettinen, K. et al. The ancient CYP716 family is a major contributor to the
514 diversification of eudicot triterpenoid biosynthesis. *Nat. Commun.* **8**, 14153 (2017).
- 515 17. Shanklin, J. & Cahoon, E. B. Desaturation and related modifications of fatty acids.
516 *Annu. Rev. Plant Physiol. Plant Mol. Biol.* **49**, 611-641 (1998).
- 517 18. Zhu, G., Koszelak-Rosenblum, M., Connelly, S. M., Dumont, M. E. & Malkowski, M.
518 G. The crystal structure of an integral membrane fatty acid α -hydroxylase. *J. Biol.*
519 *Chem.* **290**, 29820-29833 (2015).
- 520 19. Liu, X. et al. Addressing various compartments of the diatom model organism
521 *Phaeodactylum tricornutum* via sub-cellular marker proteins. *Algal Res.* **20**, 249-257
522 (2016).
- 523 20. Leber, R. et al. Dual localization of squalene epoxidase, Erg1p, in yeast reflects a
524 relationship between the endoplasmic reticulum and lipid particles. *Mol. Biol. Cell* **9**,
525 375-386 (1998).
- 526 21. Laranjeira, S. et al. *Arabidopsis* squalene epoxidase 3 (SQE3) complements SQE1 and
527 is important for embryo development and bulk squalene epoxidase activity. *Mol. Plant*
528 **8**, 1090-1102 (2015).
- 529 22. Bai, Y. et al. X-ray structure of a mammalian stearyl-CoA desaturase. *Nature* **524**,
530 252-256 (2015).
- 531 23. Johnsson, N. & Varshavsky, A. Split ubiquitin as a sensor of protein interactions in
532 vivo. *Proc. Natl. Acad. Sci. USA* **91**, 10340-10344 (1994).

- 533 24. Monier, A. et al. Horizontal gene transfer of an entire metabolic pathway between a
534 eukaryotic alga and its DNA virus. *Genome Res.* **19**, 1441-1449 (2009).
- 535 25. Keeling, P. J. & Inagaki, Y. A class of eukaryotic GTPase with a punctate distribution
536 suggesting multiple functional replacements of translation elongation factor 1alpha.
537 *Proc. Natl. Acad. Sci. USA* **101**, 15380-15385 (2004).
- 538 26. Szabová, J., Růžička, P., Verner, Z., Hampl, V. & Lukeš, J. Experimental examination
539 of EFL and MATX eukaryotic horizontal gene transfers: coexistence of mutually
540 exclusive transcripts predates functional rescue. *Mol. Biol. Evol.* **28**, 2371-2378
541 (2011).
- 542 27. Wang, D. Z. Neurotoxins from marine dinoflagellates: a brief review. *Mar. Drugs* **6**,
543 349-371 (2008).
- 544 28. Vasconcelos, V., Azevedo, J., Silva, M. & Ramos, V. Effects of marine toxins on the
545 reproduction and early stages development of aquatic organisms. *Mar. Drugs* **8**, 59-79
546 (2010).
- 547 29. Trainic, M. et al. Infection dynamics of a bloom-forming alga and its virus determine
548 airborne coccolith emission from seawater. *iScience* **6**, 327-335 (2018).
- 549 30. Moses, T. et al. Combinatorial biosynthesis of sapogenins and saponins in
550 *Saccharomyces cerevisiae* using a C-16 α hydroxylase from *Bupleurum falcatum*.
551 *Proc. Natl. Acad. Sci. USA* **111**, 1634-1639 (2014).
- 552 31. Nelson, B. K., Cai, X. & Nebenführ, A. A multicolored set of *in vivo* organelle
553 markers for co-localization studies in Arabidopsis and other plants. *Plant J.* **51**, 1126-
554 1136 (2007).
- 555 32. Deslandes, L. et al. Physical interaction between RRS1-R, a protein conferring
556 resistance to bacterial wilt, and PopP2, a type III effector targeted to the plant nucleus.
557 *Proc. Natl. Acad. Sci. USA* **100**, 8024-8029 (2003).

- 558 33. De Riso, V. et al. Gene silencing in the marine diatom *Phaeodactylum tricorutum*.
559 *Nucleic Acids Res.* **37**, e96 (2009).
- 560 34. Berges, J. A., Franklin, D. J. & Harrison, P. J. Evolution of an artificial seawater
561 medium: improvements in enriched seawater, artificial water over the last two
562 decades. *J. Phycol.* **37**, 1138-1145 (2001).
- 563 35. Lin, H.-Y. et al. Alkaline phosphatase promoter as an efficient driving element for
564 exogenic recombinant in the marine diatom *Phaeodactylum tricorutum*. *Algal Res.*
565 **23**, 58-65 (2017).
- 566 36. Nagai, T. et al. A variant of yellow fluorescent protein with fast and efficient
567 maturation for cell-biological applications. *Nat. Biotechnol.* **20**, 87-90 (2002).
- 568 37. Strand, T. A., Lale, R., Degnes, K. F., Lando, M. & Valla, S. A new and improved
569 host-independent plasmid system for RK2-based conjugal transfer. *PLoS ONE* **9**,
570 e90372 (2014).
- 571 38. Diner, R. E., Bielinski, V. A., Dupont, C. L., Allen, A. E. & Weyman, P. D.
572 Refinement of the diatom episome maintenance sequence and improvement of
573 conjugation-based DNA delivery methods. *Front. Bioeng. Biotechnol.* **4**, 65 (2016).
- 574 39. Siaut, M. et al. Molecular toolbox for studying diatom biology in *Phaeodactylum*
575 *tricorutum*. *Gene* **406**, 23-25 (2007).
- 576 40. Katoh, K. & Standley, D. M. MAFFT multiple sequence alignment software version
577 7: improvements in performance and usability. *Mol. Biol. Evol.* **30**, 772-780 (2013).
- 578 41. Eddy, S. R. Accelerated profile HMM searches. *PLoS Comput. Biol.* **7**, e1002195
579 (2011).
- 580 42. Johnson, L. K., Alexander, H. B. & Brown, C. T. Re-assembly, quality evaluation, and
581 annotation of 678 microbial eukaryotic reference transcriptomes. Preprint at
582 <https://www.biorxiv.org/content/early/2018/09/18/323576> (2018).

- 583 43. Burki, F. et al. Untangling the early diversification of eukaryotes: a phylogenomic
584 study of the evolutionary origins of Centrohelida, Haptophyta and Cryptista. *Proc. R.
585 Soc. Lond. Ser. B-Biol. Sci.* **283**, 20152802 (2016).
- 586 44. Yoshida, Y. et al. *De novo* assembly and comparative transcriptome analysis of
587 *Euglena gracilis* in response to anaerobic conditions. *BMC Genomics* **17**, 182 (2016).
- 588 45. Van Bel, M. et al. TRAPID: an efficient online tool for the functional and comparative
589 analysis of *de novo* RNA-Seq transcriptomes. *Genome Biol.* **14**, R134 (2013).
- 590 46. Keller, O., Kollmar, M., Stanke, M. & Waack, S. A novel hybrid gene prediction
591 method employing protein multiple sequence alignments. *Bioinformatics* **27**, 757-763
592 (2011).
- 593 47. Villar, E. et al. The Ocean Gene Atlas: exploring the biogeography of plankton genes
594 online. *Nucleic Acids Res.* **46**, W289-W295 (2018).
- 595 48. Sunagawa, S. et al. Structure and function of the global ocean microbiome. *Science*
596 **348**, 1261359 (2015).
- 597 49. Wilson, W. H. et al. Complete genome sequence and lytic phase transcription profile
598 of a *Coccolithovirus*. *Science* **309**, 1090-1092 (2005).
- 599 50. Hurwitz, B. L. & Sullivan, M. B. The Pacific Ocean Virome (POV): a marine viral
600 metagenomic dataset and associated protein clusters for quantitative viral ecology.
601 *PLoS ONE* **8**, e57355 (2013).
- 602 51. Goodacre, N., Aljanahi, A., Nandakumar, S., Mikailov, M. & Khan, A. S. A Reference
603 Viral Database (RVDB) to enhance bioinformatics analysis of high-throughput
604 sequencing for novel virus detection. *mSphere* **3**, e00069-00018 (2018).
- 605 52. Nishimura, Y. et al. Environmental viral genomes shed new light on virus-host
606 interactions in the ocean. *mSphere* **2**, e00359-00316 (2017).
- 607 53. Mihara, T. et al. Linking Virus Genomes with Host Taxonomy. *Viruses* **8**, 66 (2016).

- 608 54. Capella-Gutiérrez, S., Silla-Martínez, J. M. & Gabaldón, T. trimAl: a tool for
609 automated alignment trimming in large-scale phylogenetic analyses. *Bioinformatics*
610 **25**, 1972-1973 (2009).
- 611 55. Nguyen, L.-T., Schmidt, H. A., von Haeseler, & A. Minh, B. Q. IQ-TREE: a fast and
612 effective stochastic algorithm for estimating maximum-likelihood phylogenies. *Mol.*
613 *Biol. Evol.* **32**, 268-274 (2015).
- 614 56. Kalyaanamoorthy, S., Minh, B. Q., Wong, T. K. F., von Haeseler, A. & Jermin, L. S.
615 ModelFinder: fast model selection for accurate phylogenetic estimates. *Nat. Methods*
616 **14**, 587-589 (2017).

617

618 **Acknowledgements**

619 We thank Rebecca De Clercq and Taya Lapshina for technical assistance, Yuechen Bai,
620 Michael Johnson and Raffaella Abbriano-Burke for support with confocal microscopy, and
621 Marie Huysman and Lieven De Veylder for providing the *P. tricornutum* cDNA library. J.P.
622 is a postdoctoral fellow of the Research Foundation-Flanders. E.V. is funded by BOF project
623 GOA01G01715. M.F. is supported by a CSIRO Synthetic Biology Future Science Fellowship,
624 co-funded by CSIRO and the University of Technology Sydney.

625 **Author contributions**

626 J.P., E.V., U.K., and M.F. carried out experiments. J.P., K.V., A.G., and M.F. designed the
627 experiments. All authors contributed to writing of the manuscript.

628 **Competing interests**

629 The authors declare no competing interests.

630

631 **Figures Legends**

632

633 **Fig. 1 | Identification of an alternative squalene epoxidase from *P. tricornutum*.** **a,**

634 Overview of the steroid biosynthesis pathway. Dashed arrows indicate multiple steps. MVA,
635 mevalonate pathway; MEP, 2-C-methyl-D-erythritol 4-phosphate pathway; LAS, lanosterol

636 synthase; CAS, cycloartenol synthase. **b,** A serial dilution of yeast JP064 (*erg1Δ*) cells

637 expressing either *ERG1*, *AltSQE* or an empty vector (EV) control was dropped on plates

638 lacking (top) or supplemented with (bottom) ergosterol. Yeast pre-cultures were diluted 10-

639 fold (10^{-1}) or 100-fold (10^{-2}) in sterile water prior to dropping on the plates. Two independent

640 repeats of this experiment led to similar results. **c,** Overlay of GC-MS total ion current (TIC)

641 chromatograms showing accumulation of squalene and 2,3-oxidosqualene. Similar results

642 were obtained for two independent experiments with three biological replicates each. **d,**

643 Relative quantification of squalene (left) and 2,3-oxidosqualene (right) in yeast PA123 cells

644 expressing either *ERG1*, *AltSQE* or an EV control. The mean and standard error (n=3) are

645 shown and dot plots (black dots) are overlaid. Statistical significance was determined by a

646 two-tailed Student's *t*-test (** $P < 0.01$, *** $P < 0.001$). **e,** A serial dilution of yeast PA059

647 (wild-type) cells expressing *ERG1*, *AltSQE* or an EV control was dropped on plates lacking

648 (bottom) or supplemented with (top) 600 μ M of terbinafine. Yeast pre-cultures were diluted

649 10-fold (10^{-1}) or 100-fold (10^{-2}) in sterile water prior to dropping on the selective plates. Two

650 additional independent repeats of this experiment led to similar results.

651

652 **Fig. 2 | Distribution of SQE across the tree of life.** Coloured circles indicate the type of

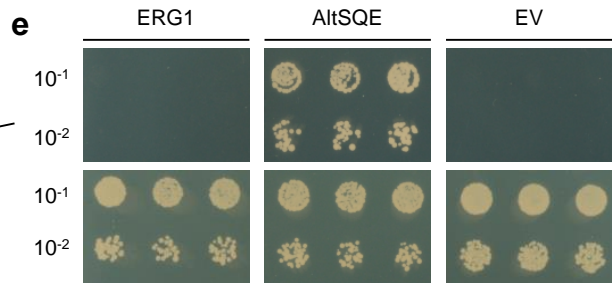
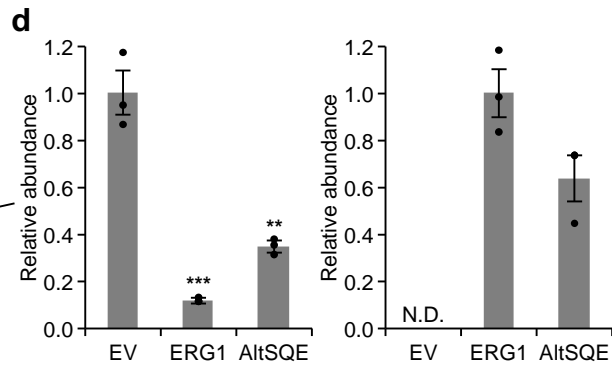
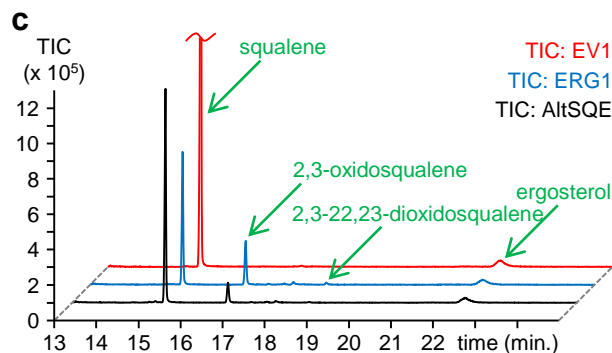
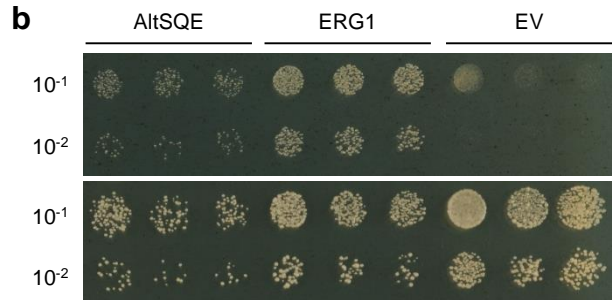
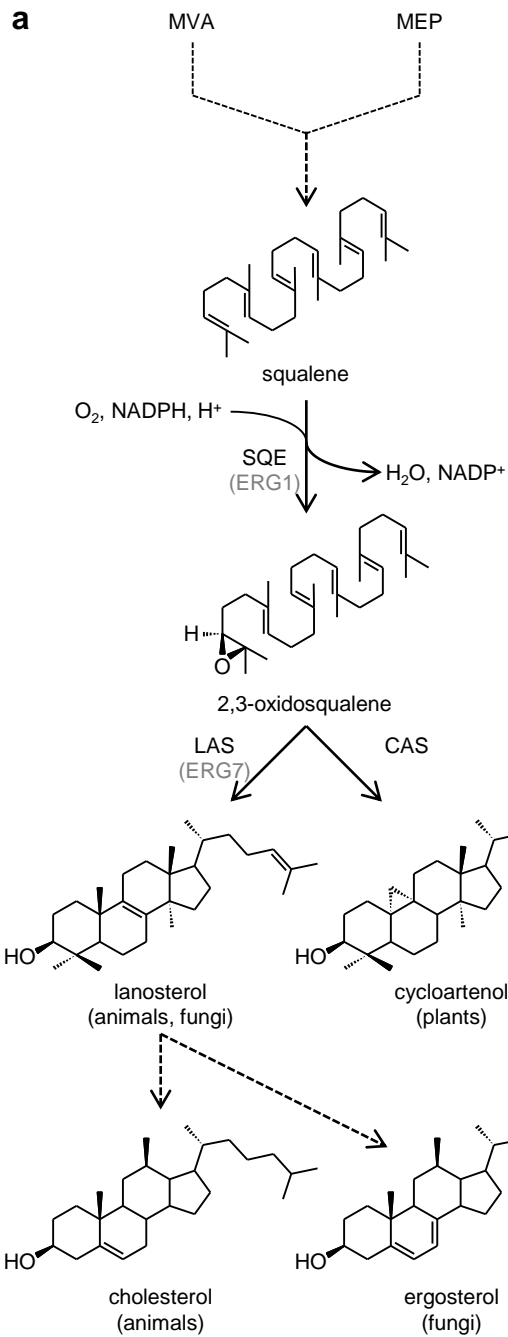
653 SQE that can be found in every clade, white circles denote an absence of any SQE gene.

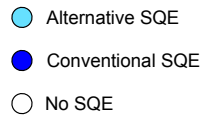
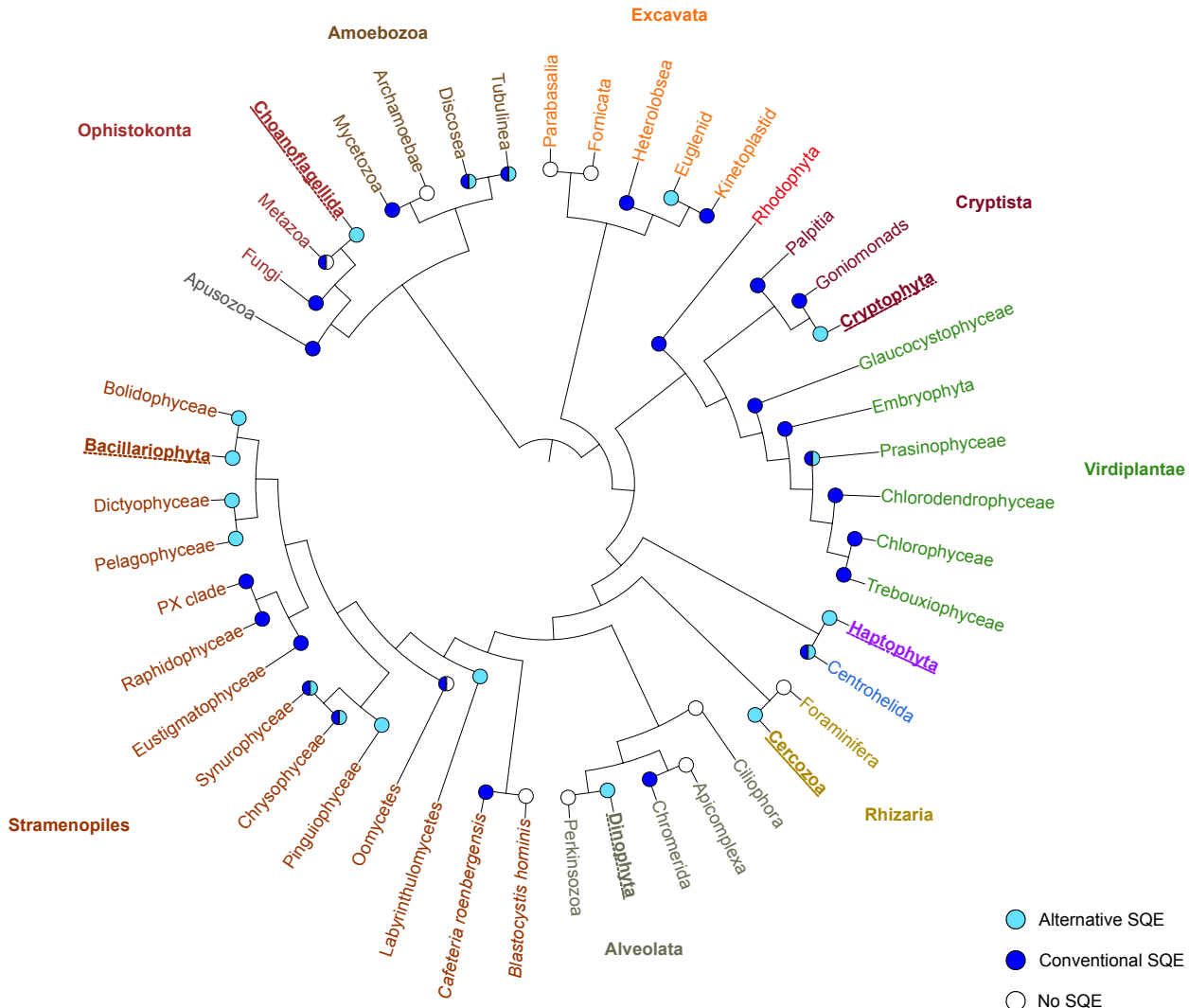
654 Demi-filled circles show a patchy signal in the clade. Topology of the tree is drawn as

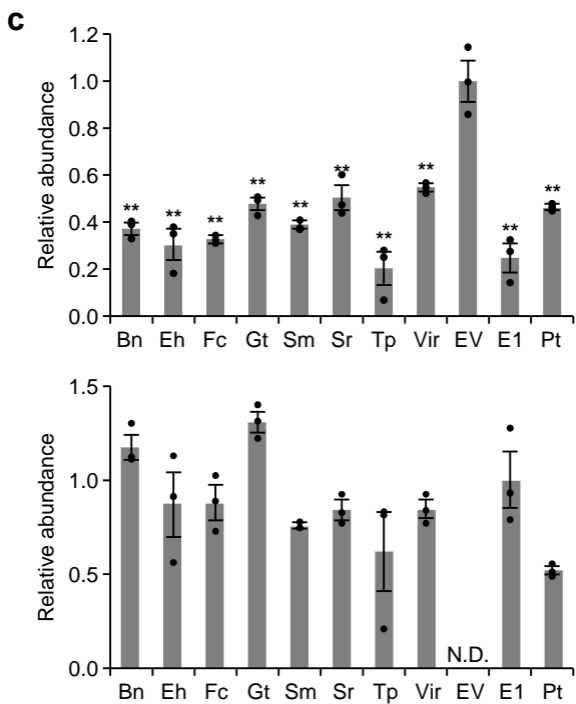
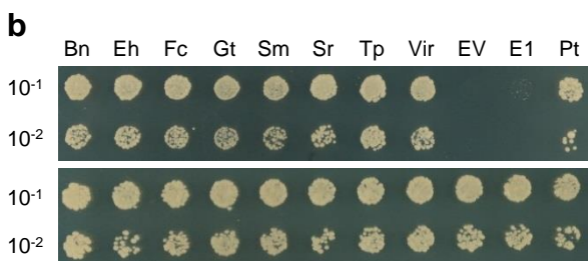
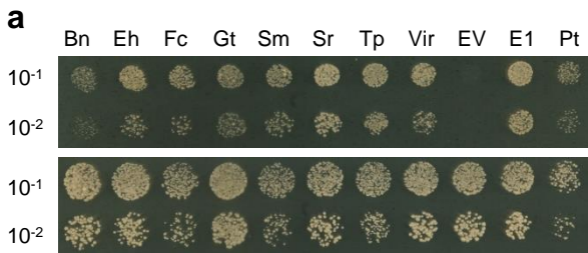
655 proposed⁴³. For the clades in bold and underlined font, corresponding AltSQE enzymes have
656 been functionally characterized in this study.

657

658 **Fig. 3 | Characterization of AltSQEs from various species. a**, Serially diluted yeast JP064
659 (*erg1Δ*) cells expressing *AltSQE* from various species, *ERG1* (E1) or an empty vector (EV)
660 control were dropped on plates lacking (top) or supplemented with (bottom) ergosterol. **b**,
661 Serially diluted yeast strain PA059 (wild-type) cells expressing *AltSQE* from various species,
662 *ERG1* (E1) or an EV control were dropped on plates lacking (bottom) or supplemented with
663 (top) 600 μM of terbinafine. The experiments in a and b were repeated with three additional
664 biological replicates. Yeast pre-cultures were diluted 10-fold (10^{-1}) or 100-fold (10^{-2}) in sterile
665 water prior to dropping on the selective plates. **c**, Relative quantification of squalene (top) and
666 2,3-oxidosqualene (bottom) in yeast PA123 (*erg1Δ*, *erg7Δ*) cells expressing *AltSQE* from
667 various species, *ERG1* (E1) or an EV control. The mean and standard error (n=3) are plotted
668 and dot plots (black dots) are overlaid. Statistical significance was determined by a two-tailed
669 Student's *t*-test (** $P < 0.01$) compared to the EV control. N.D.: not detected; Bn: *Bigeloviella*
670 *natans*; Eh: *Emiliana huxleyi*; Fc: *Fragilariopsis cylindrus*; Gt: *Guillardia theta*; Sm:
671 *Symbiodinium minutum*; Sr: *Salpingoeca rosetta*; Tp: *Thalassiosira pseudonana*; Vir:
672 *E. huxleyi* virus 84; Pt: *Phaeodactylum tricornutum*.







1 **A widespread alternative squalene epoxidase participates in eukaryote**
2 **steroid biosynthesis**

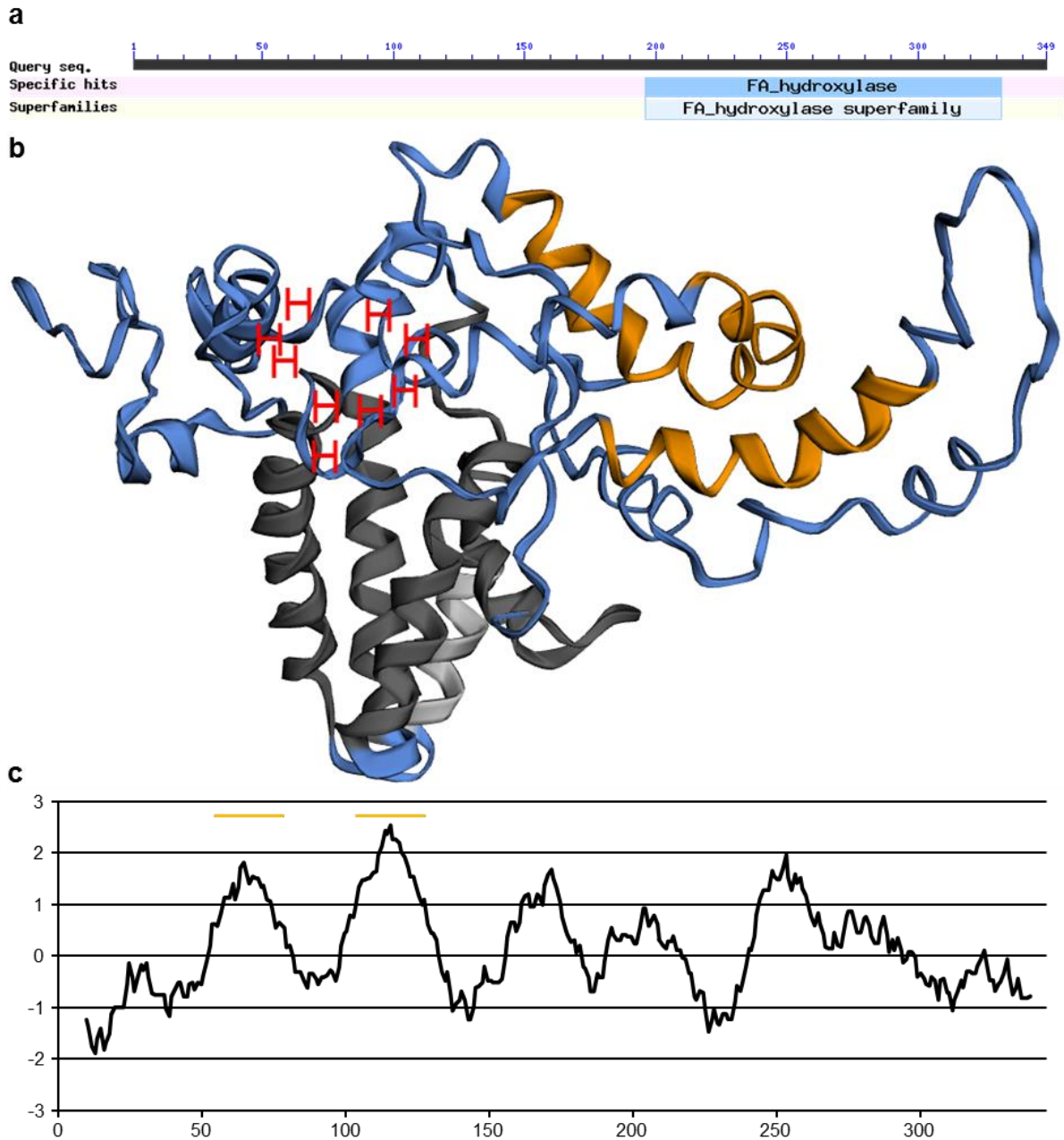
3 Jacob Pollier^{1,2}, Emmelien Vancaester^{1,2}, Unnikrishnan Kuzhiumparambil³, Claudia E.
4 Vickers^{4,5}, Klaas Vandepoele^{1,2}, Alain Goossens^{1,2*} and Michele Fabris^{3,4}

5 ¹Ghent University, Department of Plant Biotechnology and Bioinformatics, 9052 Ghent,
6 Belgium. ²VIB Center for Plant Systems Biology, 9052 Ghent, Belgium. ³Climate Change
7 Cluster, University of Technology Sydney, 2007 Ultimo, NSW, Australia. ⁴CSIRO Synthetic
8 Biology Future Science Platform, GPO Box 2583, Brisbane 4001, Australia. ⁵Australian
9 Institute for Bioengineering and Nanotechnology, University of Queensland, St Lucia, QLD,
10 Australia.

11 *Correspondence to: alain.goossens@psb-vib.ugent.be.

12

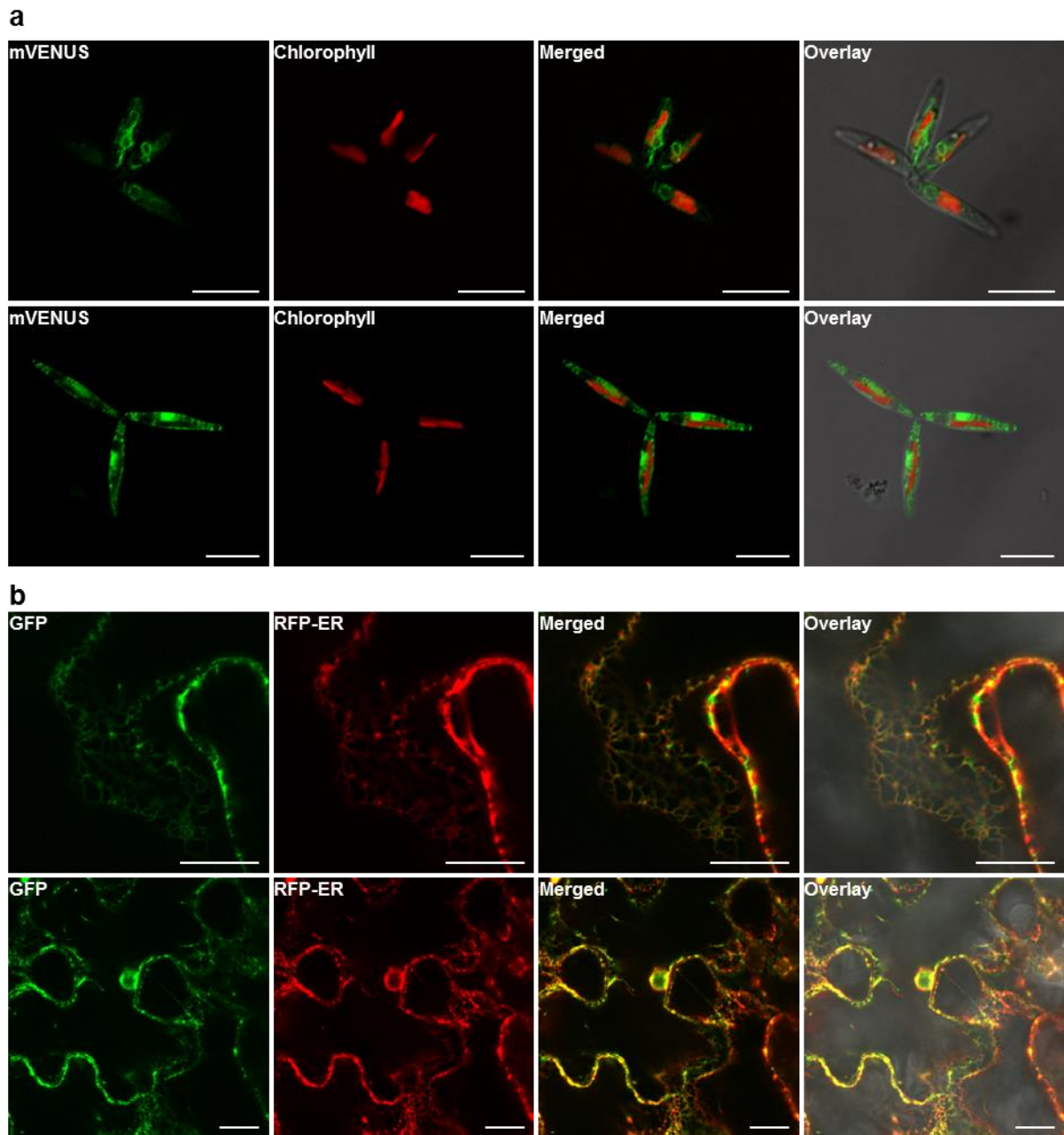
13 **Supplementary Figures**



14

15 **Supplementary Fig. 1 | AltSQE protein analysis. a**, A protein domain search revealed that
16 AltSQE belongs to the fatty acid hydroxylase superfamily. **b**, AltSQE protein model obtained
17 using Phyre2 (<http://www.sbg.bio.ic.ac.uk/phyre2/html/page.cgi?id=index>). The protein was
18 modelled based on the ceramide very long chain fatty acid hydroxylase scs7p¹⁸ template
19 (99.7% confidence). The conserved histidine residues that coordinate the dimetal centre are
20 indicated in red; the four transmembrane domains based on the scs7p protein template are

21 indicated in grey. Orange regions indicate additional potential transmembrane domains
22 identified using Phyre2. c, Kyte-Doolittle hydrophathy plot of AltSQE with window size 19.
23 With this window size, potential transmembrane regions should score higher than 1.8. The
24 orange regions correspond to the two additional potential transmembrane domains identified
25 with Phyre2.
26

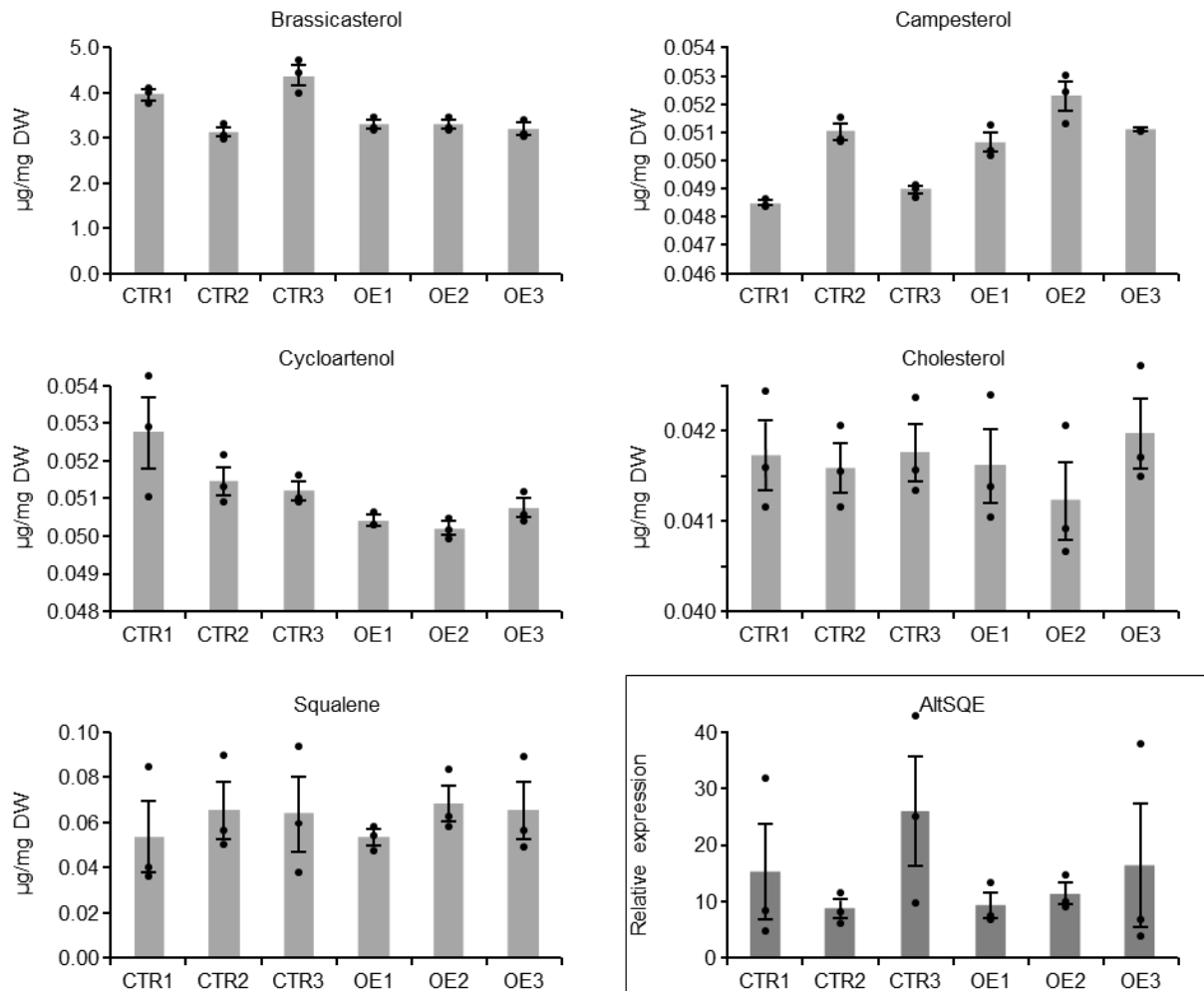


27

28 **Supplementary Fig. 2 | Subcellular localization of *P. tricornutum* AltSQE. a**, Confocal
 29 microscopy analysis revealing ER-localization of AltSQE in *P. tricornutum*. *P. tricornutum*
 30 cells transformed with either AltSQE-mVENUS (top) or free mVENUS (bottom) were
 31 imaged using confocal microscopy for the mVENUS (YFP; green) or chlorophyll
 32 autofluorescence (red) signals. The YFP signal observed around the chloroplast and nucleus
 33 indicates ER-localization of the AltSQE-mVENUS fusion protein. The free mVENUS protein
 34 localizes to the cytosol. Imaging was performed with three independent diatom cell lines for

35 each construct, with similar results. Scale bars, 10 μm . **b**, Confocal microscopy analysis
36 revealing ER-localization of AltSQE in *N. benthamiana* leaves *Agrobacterium*-infiltrated with
37 both AltSQE-GFP (green) and the ER-rk red fluorescent ER-marker (red) construct³¹ as
38 localization control. Both red and green signals overlap, indicating ER-localization of the
39 AltSQE-GFP fusion protein in *N. benthamiana* leaves. Imaging was performed with four
40 leaves originating from two individual plants, with similar results. Scale bars, 20 μm .

41



42

43 **Supplementary Fig. 3 | Profiling of transgenic *P. tricornutum* strains transformed with**

44 ***AltSQE* overexpression constructs.** Diatoms carrying the extrachromosomal episome

45 pPTBR11 either expressing the FcpBp-*AltSQE*-*mVenus* (OE) or the control FcpBp-*mVenus*

46 (CTR) construct, profiled for triterpenoid accumulation (light grey bars) and for relative

47 *AltSQE* gene expression normalized to the two reference genes used (boxed graph with dark

48 grey bars). In accordance with previous reports in which 2,3-oxidosqualene could only be

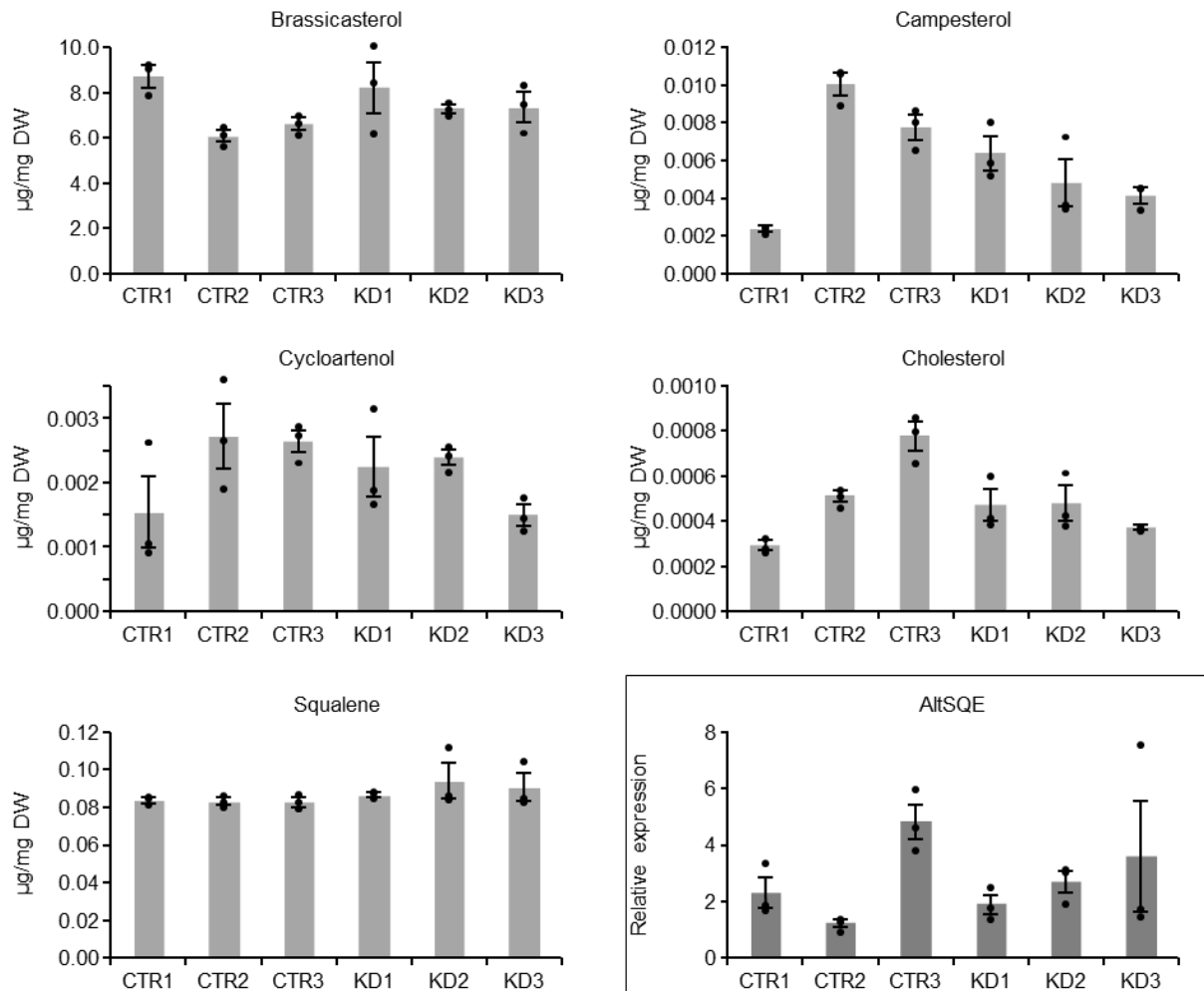
49 detected upon treatment of *P. tricornutum* with the CAS inhibitor Ro 48-8071⁸, 2,3-

50 oxidosqualene could not be detected in any of the samples. For each construct, three

51 independent cell lines were generated and analysed. The mean and standard error (n=3) are

52 plotted and dot plots (black dots) are overlaid. No statistically significant differences were

53 identified using the Tukey method.



54

55 **Supplementary Fig. 4 | Profiling of transgenic *P. tricornutum* strains transformed with**
 56 ***AltSQE* silencing constructs.** Diatoms transformed with either the control pAF6 plasmid
 57 (CTR) or the inverted repeat RNAi construct FcpBp-*AltSQE*-FcpA3' (KD) were profiled for
 58 triterpenoid accumulation (light grey bars) and for relative *AltSQE* gene expression
 59 normalized to the two reference genes used (boxed graph with dark grey bars). In accordance
 60 with previous reports in which 2,3-oxidosqualene could only be detected upon treatment of
 61 *P. tricornutum* with the CAS inhibitor Ro 48-8071⁸, 2,3-oxidosqualene could not be detected
 62 in any of the samples. For each construct, three independent cell lines were generated and
 63 analysed. The mean and standard error (n=3) are plotted and dot plots (black dots) are
 64 overlaid. No statistically significant differences were identified using the Tukey method.

65

```

AltsQE -----MLVDRVENNEKQQQQMASSSDAMSDSLSDDEIEHVHVGKEPKSTYELSWSNATAWSG
FcAltsQE -----MAPLERHQETTLSDVGGCSRMIIDKKTIPLSESIKKHADHATNDFDVGSPVLPWIS
SmAltsQE -----MAILEVDRPAAEGVDVVKVMQESQPTSMWVAIVT
TpAltsQE MAPTEPLRQRRSANNSKNGADPLKSPPTSESSCSDSEHVVTTSHFANTSDDAPSSSTRTPPAFSSSPSAKTSMPYLVYV
GtAltsQE -----MEAAWNE SAASSPSYSAYVYGDS
SrAltsQE -----MATSWNFVSQLLDNASQLFLGRSLSSFLPTSLLLGGFNTSSLASTAAAPTVAAS
EhAltsQE -----MSAGSVAEHSVGAQ
BnAltsQE -----MVPTPKTGPQPVEVSTKESLSSKKAYQLKRKSKKGGMMQWNLIS
ViralAltsQE -----

```

```

AltsQE ALVWPLMLTVPLLLSSMYSPISYRQVFPESWYVYDLSN-----CAPKPLGLVLGILAVAVGQ
FcAltsQE AIMWPFMLTVPLLLNTPGSPLHYSDIFPESWYNIHNTNDGSSNI-----SSSPKPLGLCLGLITVAVGQ
SmAltsQE WLWVPLICTLPLCLTWG--ETAYRLFPEQWYDEVPKPELTNYGMA-----DPRTVKPLGLLGLSAVVVGQ
TpAltsQE LLVWPCNLFLLPLLLTTS--HHYSTIFPRQWYTLNGENWLNAELEQGGIWNNRWINSITAKWYDKPLRHLGLTLGISAVATGH
GtAltsQE SWPDPGWP-----LTNRPALLTGIFAVACGQ
SrAltsQE SYTLPHGPGE-----WPSPVGLSLGLLSVAVGQ
EhAltsQE RCPGTERWGD-----WPSPVGLTLGILAAAGQ
BnAltsQE IEIGLVYFLYQRMESQ-----IPFPDHWGLWLGIRGVLVGH
ViralAltsQE -----MLITAIISIVACFQ

```

```
* . : . :
```

```

AltsQE VFVWIFFYLFKFGYLG---TDPRSIQSKGAREYIFREGLLTHIGQEGFVLLIGYLAITWMLKMPQSYYSFEGTIQYKELFMC
FcAltsQE LCLLVFVYFFKYGFLSSRYGEEPLSIQTKGARPYEFWEGLTTHLSQEGFVLLGGYLTGTWFMQLMPAAAYSFEGGI EWSKVFLC
SmAltsQE FFMLWYHYFRRTCLL-----HTKRVPQVREYLFSEGLKTHLSNPEGFVLLGGYLIGSWMLGWMPSSYYSFAGGINWKHVAAQ
TpAltsQE VFLLFYFRMHQQQLL-----KTPPIQSRGAVQVYVYDALKHHLAQPGGFLLLGLYLTITWVDFMLPSSYYSFEGGIQYGNVALC
GtAltsQE VVILYHFHFLRNSCSR-----IQKAVMPESFLSDMMGHLLAQEGFVLLLSYLSGTWFMFLMPKSYSAEGTVNPFVHFAQ
SrAltsQE VFVWVWFYFRREVLKCSR-----FIQTEKKENYDFWEGVTTHLAQEGFVLLGSYLSLWFMFLMPASYYDMSGSVNWHVLAQ
EhAltsQE VAVIVYHYARMRWSRVR-----VQSEAR--PYAFGEGVASHLANPGGILLMVYLCAYWLLDLMPCSYYSFAGGVRWMMVFAQ
BnAltsQE VVFTYHFIRKSYLHGTG-----SNIQSEPNFWSQELIGHATRAEAFFMLVPYLSITWLFKLPESYYDLEAPVSVLNVFLQ
ViralAltsQE ILVGFINDGLSKVLISR-----ATTHFGLVSGIPITAYLVFTFQLGNMHPSSYYTHH-ATRPFHVICA

```

```
. * . : : ** : : : : **
```

```

AltsQE LVLQDGIQYTMHVLHEHI--VSPAFYQMSHKPHHRTNPRLFDAFNGSLMDTFCMIIPLFVTANLVR---HCNVWYTMAGFSSY
FcAltsQE LVIQDGIQFILLHLEHN--VSPAFYKYSHKPHHRTNPRLFDAFNGSMLDTICMILIPLYATANLV---DCNVWSYMAFGSLY
SmAltsQE LLLQDMIQCFMHLEHKK--ISTWVYQSHKPHHRTNPRLFDAFNGSLVDTICMILIPLVIVARLV---PANVWSYMTFGTLY
TpAltsQE LICQDFVQFIMHKVEHV--AHPKVYRISHKPHHKYTNPKLFDAFNGSVPTAICMILAPLFTAHVVR---TCNVWYTMAGFSTY
GtAltsQE LVINDFFQTMHLEHKK--LSPWIYRMSHKPHHRTNPKMFDAFNGSICDTIFMILLPLFLTAQIV---HCNVWSYMAFGTIY
SrAltsQE LAIVDALQTMHYLEHKK--LSPAVYKASHKPHHKWLNPRLFDAFNGSLGDTICMILIPLFTITANIV---HCNVWSYMAFGTIY
EhAltsQE ICCQDGLMFLLLHYFEHKGPLGPAFYQSHKPHHRTNPRLFDAFNGSVPTAICMILVPLATTAQL---HANVWEYMLFGSLW
BnAltsQE FAVYDLITYIIRHVQH---VETVYRTHKHHAAYINPHLFNAYSGSVQDTLLILIPLYLTVLVLHLVGDVHDKQDYAWFGCTY
ViralAltsQE LLIMDAFMYFMHRMEHIT-----KSSFHQVHHKYSIPEWHNAYDASIIDTCVMILLPLHLTTHLF-----HLSLEYIWFGLL

```

```
: * . : * : * * : * . : * : * * : * : * * . . :
```

```

AltsQE ACWLTLIHSEYVFPWDGIFRKLGLGTPADHVVHKKFFKFNHGHLFMWFDQLGGTYRDPSPGFAPRVFREN-----
FcAltsQE ANWLTLIHSEYTFPWDQIFHLIGFGTPADHVVHKAFFKYNHGHLFTWFDRLWGTYKPKSEYAPKAFNERV-----
SmAltsQE ANWLVLIHSEFVHPWDEVFRKLGFATAADHVVHRLFVYNYGHLFMYWDWALGTYRDPRLAGKQFSKDL-----
TpAltsQE ANWLTLIHSEVTFPWEVFRKLGLGTAADHVVHKKFFKFNHGHLFMWFDMLVGSYRSPKEVWGKEFNWGV-----
GtAltsQE ASWLTLLHSEVSHPWDLFRKIGFGTAGDHHVHKKCFIFNFGHLFMWDMFMFGTYKSPMSVETFNKDI-----
SrAltsQE ANYLTLIHSEFPNPWDHYVSYLGIGTAADHVVHRLFKFNHGHLFMWWDRL LGTYKSPHDVKQFDHAVL-----
EhAltsQE SAWLCLIHSEVHPWDPLFRLLGLGTAADHVVHRTFVYNYGHTMMWDRLLGTYRPPDAVGVFNKSSEGELGGTGLRPARKAP
BnAltsQE ANYFMLIHSEYSNPWDGIFEATIGIGTARDHNVHSQLKFNFGHFFMWDQIFGTYSHTKIPSYRRTYKAA-----
ViralAltsQE SSWLTLIHSNRTFWFEKYLNRMLGCSPEFHRRKHHMYRNVNYGHIFVIWDYGFGTIK-----

```

```
: : * : * : : . : * : . * * * * : * * * : * * :
```

66

67 **Supplementary Fig. 5 | Sequence alignment of *P. tricornutum* AltSQE with AltSQE**

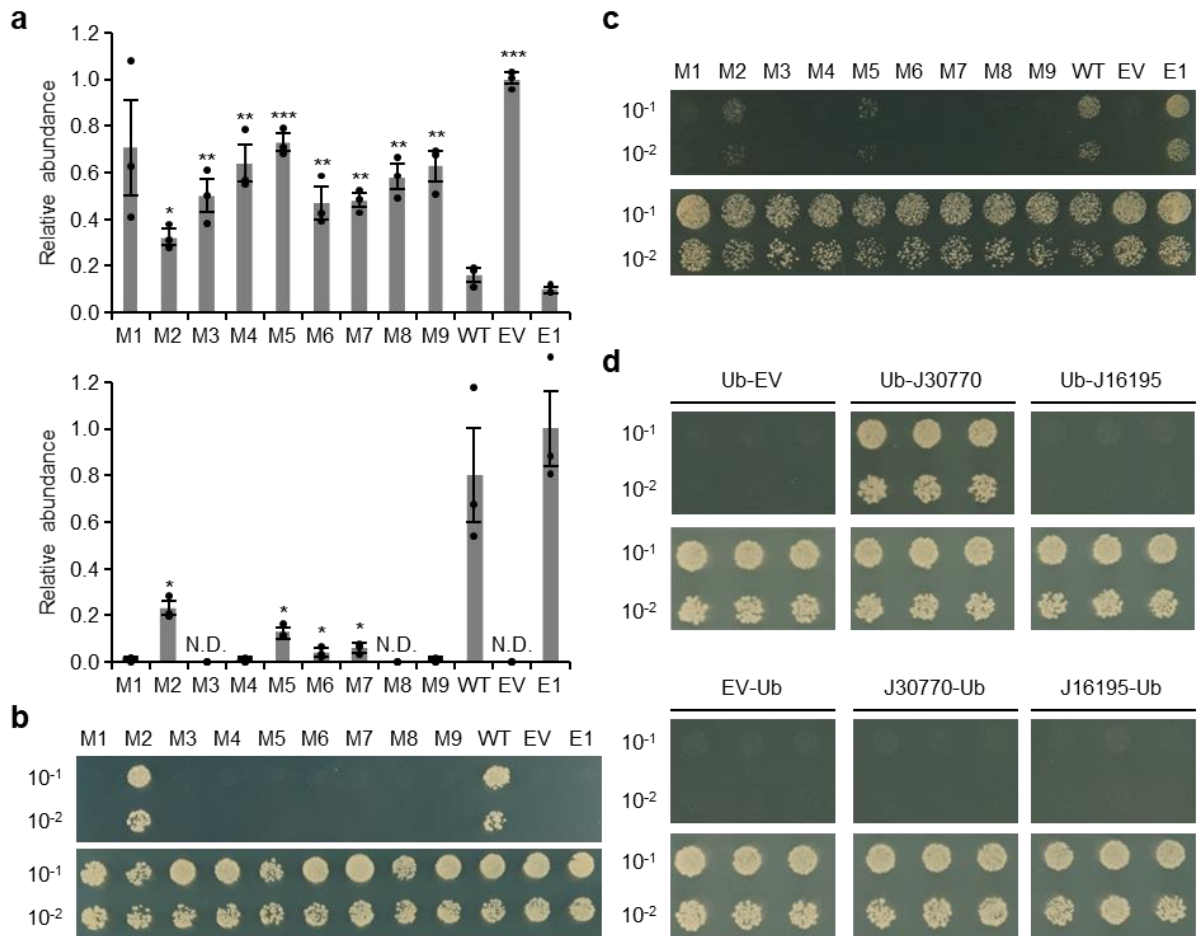
68 **sequences from other species.** The conserved histidine residues are indicated in red. Bn:

69 *Bigelowiella natans*; Eh: *Emiliania huxleyi*; Fc: *Fragilariopsis cylindrus*; Gt: *Guillardia*

70 *theta*; Sm: *Symbiodinium minutum*; Sr: *Salpingoeca rosetta*; Tp: *Thalassiosira pseudonana*;

71 Viral: *E. huxleyi* virus 84.

72



73

74 **Supplementary Fig. 6 | Characterization of *P. tricornutum* AltSQE.** **a**, Relative

75 quantification of squalene (top) and 2,3-oxidosqualene (bottom) in yeast PA123 (*erg1Δ*,

76 *erg7Δ*) cells expressing mutated versions of *AltSQE* (M1 to M9), wild-type *AltSQE* (WT),

77 *ERG1* (E1) or an empty vector (EV) control. The mean and standard error (n=3) are shown

78 and dot plots (black dots) are overlaid. Statistical significance was determined by a two-tailed

79 Student's *t*-test (**P*<0.05, ***P*<0.01, ****P*<0.001) compared to the WT *AltSQE*. **b**, Serially

80 diluted yeast PA059 (wild-type) cells expressing mutated versions of *AltSQE* (M1 to M9),

81 WT *AltSQE*, *ERG1* (E1) or an EV control were dropped on plates lacking (bottom) or

82 supplemented with (top) 600 μM of terbinafine. **c**, Serially diluted yeast strain JP064 (*erg1Δ*)

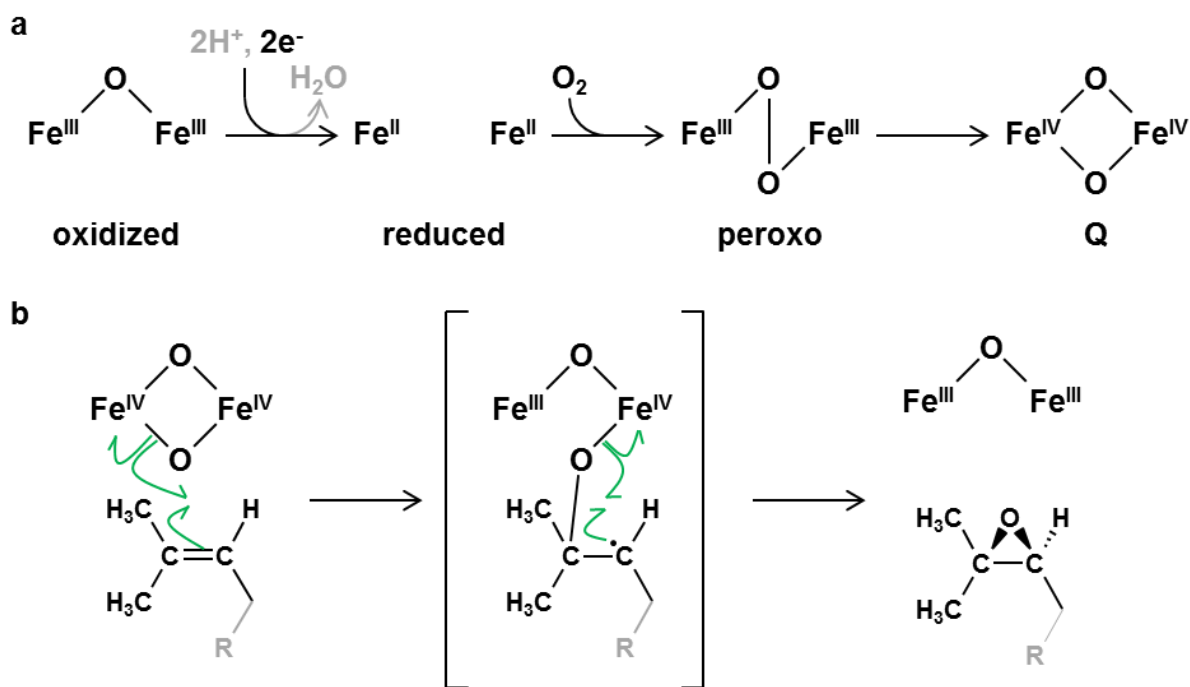
83 cells expressing mutated versions of *AltSQE* (M1 to M9), WT *AltSQE*, *ERG1* (E1) or an EV

84 control were dropped on plates lacking (top) or supplemented with (bottom) ergosterol. **d**, A

85 split-ubiquitin assay reveals direct interaction between CytB5 and *AltSQE*. Serially diluted

86 yeast cells were dropped on plates with (top) or without (bottom) 5-fluoroorotic acid (5-
87 FOA). Yeast cells capable of growing on plates containing 5-FOA are indicative of
88 interaction between AltSQE and the tested cytochrome *b₅*. Interaction between AltSQE and
89 Phatr3_J30770 was only observed for the N-terminally tagged cytochrome *b₅*. Yeast pre-
90 cultures were diluted 10-fold (10^{-1}) or 100-fold (10^{-2}) in sterile water prior to dropping on the
91 selective plates. For b and c, the experiments were repeated with two additional biological
92 replicates and for d, four yeast colonies were assayed, all with similar results.

93



94

95 **Supplementary Fig. 7 | Proposed mechanism of squalene epoxidation by AltSQE. a,**

96 Proposed O₂ activation pathway based on Shanklin & Cahoon (1998)¹⁷. In its resting state, the

97 dimetal centre is in its oxidized diferric (Fe^{III}-Fe^{III}) state, coordinated by the conserved

98 histidine residues. Using electrons provided by NADH *via* a cytochrome *b*₅, the dimetal centre

99 is reduced to its diferrous (Fe^{II}-Fe^{II}) state. This is followed by binding of molecular oxygen to

100 the reduced dimetal centre, leading to the peroxo state. Finally, scission of the peroxide bond

101 leads to “compound Q”. During this process, a water molecule is lost, however, because its

102 precise timing is unknown, it is indicated in grey. **b,** Proposed epoxidation mechanism of

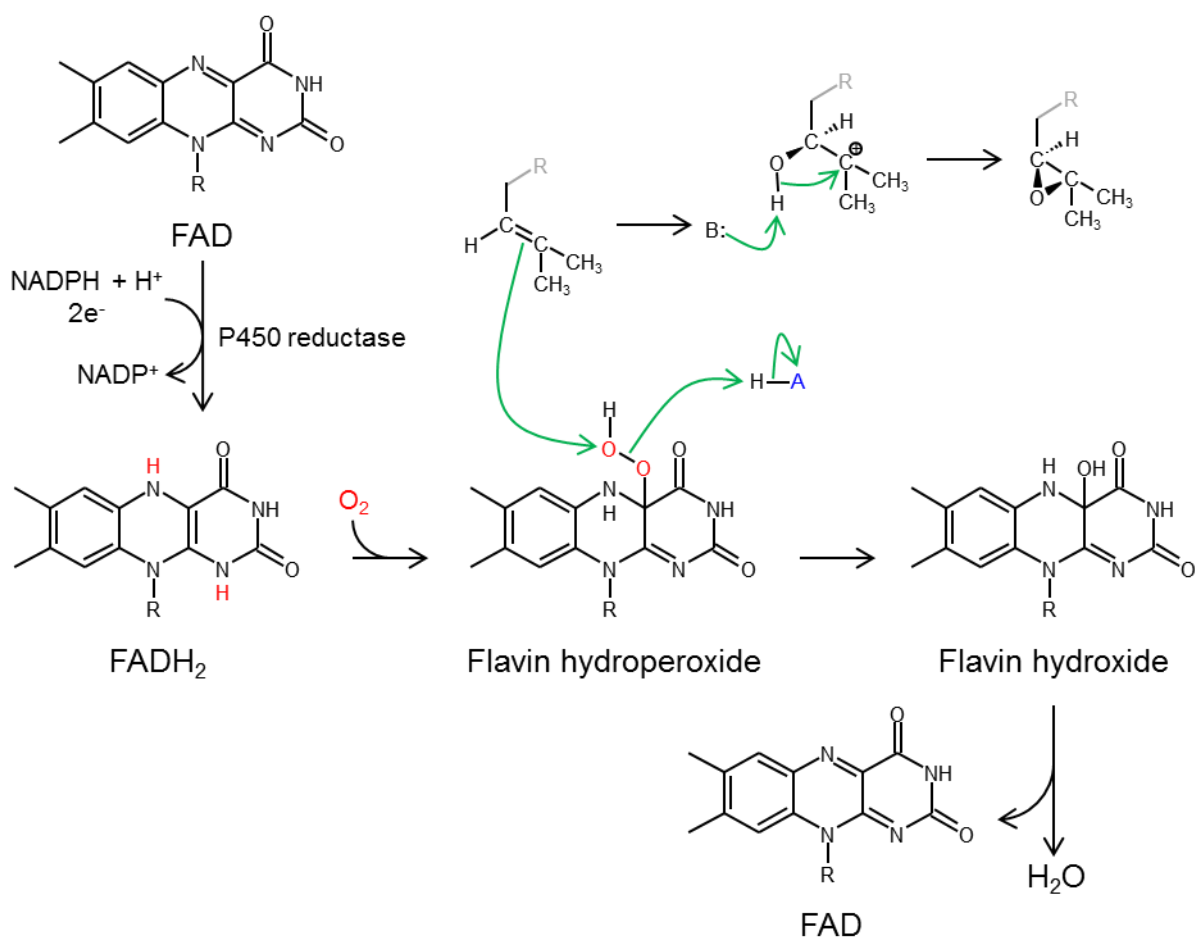
103 squalene by AltSQE. Homolytic cleavage of the Fe^{IV}-oxygen bond of “compound Q” and the

104 π -system from squalene results in the formation of a new C-O bond between squalene and

105 “compound Q”, generating a free radical that induces homolytic cleavage of the second Fe^{IV}-

106 oxygen bond to form the epoxide.

107



108

109 **Supplementary Fig. 8 | Proposed mechanism of squalene epoxidation by the**
 110 **conventional SQE.** In a first step, the flavin adenine dinucleotide (FAD) redox cofactor,
 111 which is loosely bound to SQE, is reduced by NADPH-cytochrome P450 reductase to FADH₂
 112 by addition of two protons (H⁺) and two electrons (e⁻). The resulting FADH₂ reacts with
 113 molecular oxygen (O₂), producing a flavin hydroperoxide intermediate that transfers an
 114 oxygen molecule to squalene via an electrophilic addition reaction initiated by a nucleophilic
 115 attack of the double bond on the terminal oxygen of the flavin hydroperoxide. The remaining
 116 flavin hydroxide is converted back to FAD *via* a dehydration reaction.

117

118 **Supplementary Table 1 | List of oligonucleotides used in this study.** Gateway™ recombination sites are underlined, additional
119 bases to ensure the correct reading frame are italicized, lower case letters represent nucleotides used for gene mutation, lower case
120 italicized letters represent nucleotides used for Gibson assembly and bold font indicates restriction sites used for cloning.

Name	Sequence	Description
combi6499	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGCTGGTAGATCGAGTC</i>	AttB1-AltSQE-Fw (<i>P. tricornutum</i>)
combi6500	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ACTACACGTTTTCTCGAAA	AttB2-AltSQE-Rv (<i>P. tricornutum</i>)
combi6507	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ACACGTTTTCTCGAAACACGC	AttB2-AltSQE-NoStop-Rv (<i>P. tricornutum</i>)
combi6510	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGTTGATAACGGCGATC</i>	AttB1-AltSQE-Fw (<i>E. huxleyi</i> virus 84)
combi6511	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ATTACTTGATCGTTCGGAA	AttB2-AltSQE-Rv (<i>E. huxleyi</i> virus 84)
combi6574	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGAGCGCCGGGAGCGTTGCG</i>	AttB1-AltSQE-Fw (<i>E. huxleyi</i>)
combi6575	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ACTAATCTTCATGGGCACGCGC	AttB2-AltSQE-Rv (<i>E. huxleyi</i>)
combi6576	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGGCTCCGCTTGAACGTCACC</i>	AttB1-AltSQE-Fw (<i>F. cylindrus</i>)
combi6577	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ATCACACACGCTCGTTAAACGC	AttB2-AltSQE-Rv (<i>F. cylindrus</i>)
combi6578	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGGAAGCTGCGTGGAACGAG</i>	AttB1-AltSQE-Fw (<i>G. theta</i>)
combi6579	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ATCATTGTATGTGCCAAACATC	AttB2-AltSQE-Rv (<i>G. theta</i>) (incorrect)
combi6580	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGGCTACTTCCTGGAACTTTG</i>	AttB1-AltSQE-Fw (<i>S. rosetta</i>)
combi6581	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ACTATAACACCCGCTGATCGAATTG	AttB2-AltSQE-Rv (<i>S. rosetta</i>)
combi6582	<u>GGGGACAAGTTTGTACAAAAAAGCAGGCT</u> <i>TAATGGCCCAACTGAACCCCTAAG</i>	AttB1-AltSQE-Fw (<i>T. pseudonana</i>)
combi6583	<u>GGGGACCACTTTGTACAAGAAAGCTGGGT</u> ACTATACACCTACGTTGAACTC	AttB2-AltSQE-Rv (<i>T. pseudonana</i>)
combi6619	GTACACGATGgcTGTTCGAG	AltSQE Histidine mutation 1 Fw
combi6620	TGTTCTCGAGgcCATTGTATCA	AltSQE Histidine mutation 2 Fw
combi6621	TCAAATGTCGgcTAAACCGCAT	AltSQE Histidine mutation 3 Fw
combi6622	GCATAAACCGgcTCACCGCTTC	AltSQE Histidine mutation 4 Fw
combi6623	TAAACCGCATgcCCGCTTACC	AltSQE Histidine mutation 5 Fw
combi6624	GACATTGATTgcTTCCGAATAC	AltSQE Histidine mutation 6 Fw
combi6625	TCCTGCTGACgcTCATGTTTCAT	AltSQE Histidine mutation 7 Fw
combi6626	CCATCATGTTgcTCACAAGTTT	AltSQE Histidine mutation 8 Fw
combi6627	TCATGTTTCATgcCAAGTTTTTC	AltSQE Histidine mutation 9 Fw
combi6628	CTCGAGAACAgcCATCGTGTAC	AltSQE Histidine mutation 1 Rv
combi6629	TGATACAATGgcCTCGAGAACA	AltSQE Histidine mutation 2 Rv

combi6630	ATGCGGTTTA _{gc} CGACATTTGA	AltSQE Histidine mutation 3 Rv
combi6631	GAAGCGGTGA _{gc} CGGTTTATGC	AltSQE Histidine mutation 4 Rv
combi6632	GGTGAAGCGG _{gc} ATGCGGTTTA	AltSQE Histidine mutation 5 Rv
combi6633	GTATTCGGAA _{gc} AATCAATGTC	AltSQE Histidine mutation 6 Rv
combi6634	ATGAACATGA _{gc} GTCAGCAGGA	AltSQE Histidine mutation 7 Rv
combi6635	AAACTTGTGA _{gc} AACATGATGG	AltSQE Histidine mutation 8 Rv
combi6636	GAAAAACTT _{gc} ATGAACATGA	AltSQE Histidine mutation 9 Rv
combi6637	TGCTCTCTTGGCTTTTCATC	pMKZ Split Ub vector primer Fw
combi6638	GACAGCGTTCTACCGTCTTCT	pMKZ Split Ub vector primer Rv
combi6639	AGAAGCAAAAAGAGCGATGC	pCup Split Ub vector primer Fw
combi6640	CTTTTCGGTTAGAGCGGATG	pCup Split Ub vector primer Rv
combi6655	<u>GGGACAAGTTTGTACA</u> AAAAAGCAGGCTTAATGTCCGCCGAAAAGGAATACATAC	AttB1-Phatr3_J30770-Fw
combi6656	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTATTACTTCATTTGCGTTTGGTAG	AttB2-Phatr3_J30770-Rv
combi6657	<u>GGGACAAGTTTGTACA</u> AAAAAGCAGGCTTAATGAACGATAGCACGATGCCTCCG	AttB1-Phatr3_J16195-Fw
combi6658	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTACTAGAGCTTCCCCTTTCCTTCAAC	AttB2-Phatr3_J16195-Rv
combi6659	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTACTTCATTTGCGTTTGGTAG	AttB2-Phatr3_J30770-NoStop-Rv
combi6660	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTAGAGCTTCCCCTTTCCTTCAAC	AttB2-Phatr3_J16195-NoStop-Rv
combi6702	GATATCCTTGTTAAAAGTCTCCACTGACATTGGGCTTTTGTATGTGCCAAACATCATG	AltSQE-Rv (<i>G. theta</i>) for clone correction
combi6703	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTATTAGATATCCTTGTTAAAAGTCTCCAC	AttB2-AltSQE-Rv (<i>G. theta</i>) correct model
combi6757	<u>GGGACAAGTTTGTACA</u> AAAAAGCAGGCTTAATGGTGCCAACACCTAAAACAG	AttB1-AltSQE-Fw (<i>B. natans</i>)
combi6758	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTATTAGCCGCTTTATATGTTCTG	AttB2-AltSQE-Rv (<i>B. natans</i>)
combi6759	<u>GGGACAAGTTTGTACA</u> AAAAAGCAGGCTTAATGGCTATCTTAGAGGTCGATC	AttB1-AltSQE-Fw (<i>S. minutum</i>)
combi6760	<u>GGGACCACTTTGTACA</u> AAGAAAGCTGGGTACTAAAGGTCCTTGGAAAATTGC	AttB2-AltSQE-Rv (<i>S. minutum</i>)
MF574	<i>ctctagagtcgacctgacatatg</i> CCAAAATTTTCGTTACCG	AP1 (<i>Phatr3_J49678</i>) promoter-Fw
MF575	<i>gtcaccatactagf</i> TTTGCAGGTCCGATAATG	AP1 (<i>Phatr3_J49678</i>) promoter-Rv
MF576	<i>acctgcaaaaactagt</i> ATGGTGAGCAAGGGCGAG	mVenus-Fw
MF577	<i>tcgaggtag</i> TTACTTGTACAGCTCGTCCATG	mVenus-Rv
MF578	<i>gtacaagtaa</i> CTACCTCGACTTTGGCTG	FcbpF (<i>Phatr3_J51230</i>) 3'-Fw
MF579	<i>gcggaagagatgcctgca</i> TGAAGACGAGCTAGTGTTATTC	FcbpF (<i>Phatr3_J51230</i>) 3'-Rv
MF584	<i>taccagcatactagf</i> TTTGCAGGTCCGATAATG	AP1 (<i>Phatr3_J49678</i>) promoter-Rv
MF585	<i>acctgcaaaaactagt</i> ATGCTGGTAGATCGAGTC	AltSQE-NoStop-Fw
MF586	<i>gtcaccat</i> CACGTTTCTCGAAACAC	AltSQE-NoStop-Rv
MF587	<i>gaaaacgtg</i> ATGGTGAGCAAGGGCGAG	mVenus-Fw
MF596	ATATATCATATGAATCTCGCCTATTCATGGTGT	FcpBp (<i>Phatr3_J18049</i>) promoter-Fw

MF597	ATATA ACTAGT CTGGCAACCGTGAAATATGCG	FcpBp (Phatr3_J18049) promoter-Rv
MF530	ATATAT GAATTC ATATTCCGCGAGGGTCTTCTTA	AltSQE_RNAi_F_1
MF531	TATATAT CTAGA AGGATTGGTGAAGCGGTGATG	AltSQE_RNAi_R_1
MF532	TATATAT CTAGA AGCCAGCATGCGTAGGACGAA	AltSQE_RNAi_R_2
MF606	CTTTCCTTGGGACGGCATTTCG	AltSQE qPCR (v1) Fw used for OE lines
MF607	AAACACGCGGGGAGCGAATC	AltSQE qPCR (v1) Rv used for OE lines
MF548	CGAAGTCAACCAGGAAACCAA	RPS qPCR Fw
MF549	GTGCAAGAGACCGGACATACC	RPS qPCR Rv
MF550	TAACGCGACTCTTCCATCCA	TubB qPCR Fw
MF551	TTGGCAATCAATTGGTTCAGG	TubB qPCR Rv

122 **Supplementary Data (separate pdf files)**

123 **Supplementary Data 1**

124 Overview of all detected alternative and conventional SQE protein sequences in all queried
125 organisms.

126

127 **Supplementary Data 2**

128 Maximum-likelihood phylogeny of eukaryotic and viral AltSQE proteins constructed from an
129 alignment of homologs from 202 organisms and 403 informative aligned sites, rooted with
130 ERG3. Proteins are coloured based on their phylogenetic affiliations and bootstrap values are
131 mentioned at the right of every node.

132

133 **Supplementary Data 3**

134 Maximum-likelihood phylogeny of eukaryotic conventional SQE proteins constructed from
135 an alignment of homologs from 235 organisms and 624 informative aligned sites, rooted with
136 UbiH. Proteins are coloured based on their phylogenetic affiliations and bootstrap values are
137 mentioned at the right of every node.