Pharmaceutical efficacy of human epiphyseal chondrocytes with 1 2 differential replication numbers for cellular therapy products 3 Michiyo Nasu¹, Shinichiro Takayama², and Akihiro Umezawa^{1*} 4 5 ¹Department of Reproductive Biology, and ²Orthopedic Surgery, National Research 6 7 Institute for Child Health and Development, Tokyo, 157-8535, Japan 8 9 10 *Correspondence should be directed to: 11 Akihiro Umezawa 12 Department of Reproductive Biology, 13 National Research Institute for Child and Development 14 2-10-1 Okura, Setagaya 15 Tokyo, 157-8535, JAPAN 16 Phone: +81-3-5494-7047 17 Fax: +81-3-5494-7047 18 E-mail: umezawa@1985.jukuin.keio.ac.jp 19 20 Running head: Efficacy of human chondrocytes in vivo 21 22 Keywords: passage expansion, angiogenesis, endochondral ossification, in vitro 23 24 Total number of figures and table: 9 25 26 27

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

Abstract The cell-based therapy for cartilage or bone requires a large number of cells serial passages of chondrocytes are, therefore, needed. However, fates of expanded chondrocytes from extra fingers remains unclarified. The chondrocytes from human epiphyses morphologically changed from small polygonal cells, to bipolar elongated spindle cells and to large polygonal cells with degeneration at early passages. Gene of type II collagen was expressed in the cells only at a primary culture (Passage 0) and Passage 1 (P1) cells. The nodules by implantation of P0 to P8 cells were composed of cartilage and perichondrium. The cartilage consisted of chondrocytes with round nuclei and type II collagen-positive matrix, and the perichondrium consisted of spindle cells with type I collage-positive matrix. The cartilage and perichondrium developed to bone with marrow cavity through enchondral ossification. Chondrogenesis and osteogenesis by epiphyseal chondrocytes depended on replication number in culture. It is noteworthy to take population doubling level in correlation with pharmaceutical efficacy into consideration when we use chondrocytes for cell-based therapies. 16

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Introduction Epiphyseal cartilage of long bone is destined to develop to bone with marrow cavity and articular cartilage. The epiphyseal cartilage continues to proliferate and undergoes enchondral ossification until apparent growth ceases at adolescence, and eventually is replaced with bone except for articular surface which remains cartilaginous throughout life [1]. Chondrocytes in culture have an ability to generate cartilage in vivo, and can be a tool to simulate developmental process. Our previous study demonstrated that human infant epiphyseal chondrocytes can also simulate developmental process of epiphyseal cartilage as well as other cell types [2, 3]. Chondrocytes in culture regenerate the cartilaginous tissue by a short-term implantation in vivo and exhibited enchondral ossification after a longer period. The cell-based therapeutic strategies in cartilage and bone require serial cell passage of expanded chondrocytes for acquisition of a large number of cells. In this study, we extensively characterized chondrocytes derived from human epiphyseal cartilage in correlation with regenerative medicine. **Materials and Methods Human epiphyseal chondrocytes (HECs)** HECs were obtained from epiphyseal cartilage of the phalanx and metacarpal bones of amputated supernumerary digitus with polydactyly of finger or toe of 5 patients (patient's age 7-14 months). Signed informed consents were obtained from the parents of the donors. Isolation of HECs was performed as described previously [2]. Briefly, after confirmation of no development of secondary ossification center in the epiphyseal ends of bone, the epiphyseal cartilage was dissected out from bones and cut into piece of 1 mm³. The diced fragments were placed in 0.2% trypsin/0.02% EDTA solution

1 (Immuno-Biological Laboratories Co, Ltd. Gunma, Japan) diluted with PBS at 37°C for 2 30 min and incubated in Dulbecco's modified Eagle's medium (DMEM, Sigma-Aldrich 3 Japan K.K. Tokyo) with 0.1% collagenase (Wako Pure Chemical Industries, Ltd. Osaka, 4 Japan) at 37°C for 7 to 10 h. After centrifuge of the isolated cells, the cell-pellets were 5 resuspended in DMEM. Isolated chondrocytes were grown in MF basal medium with 6 1% fetal calf serum (Toyobo Life science, Fukui, Japan) at a density of 0.5-1 x 10⁵ cells 7 / 100-mm dish and 10-mm chamber slide by a monolayer culture in 37°C and 5% CO₂ 8 incubator. 9 10 Cytology 11 Culture cells on the chamber slides were stained by Papanicolaou's method after 12 fixation in 100% ethanol and by senescence-associated β-galactosidase [4]. 13 14 Reverse transcription polymerase chain reaction (RT-PCR) 15 Total RNA was isolated from HECs, using the RNeasy kit (Qiagen, Valencia, Ca, USA). 16 Total RNA (2 μg) was reverse-transcribed to cDNA at 50°C for 50 min in a volume of 17 20 μl containing the following reagents: 0.5 mM dNTP mix, 0.5 μM oligo-dT₁₂₋₁₈ 18 primer, first strand buffer, RNase inhibitor and 200 unit Superscript III (RNase H-free 19 reverse transcriptase). All the reagents were purchased from Invitrogen (Carlsbad, CA, 20 USA). After terminating the reaction at 70°C for 15 min, 1 U RNase H (Invitrogen) was 21 added to the reaction mixture, followed by incubation at 37°C for 10 min to remove 22 RNA. PCR was performed in a total volume of 50 µl, using the primers (Table 1) and 23 the Ex Taq Hot Start version (Takara Bio Inc. Shiga, Japan). The PCR products were 24 electrophoresed, and visualized on ethidium bromide-stained 1.5% agarose gels.

1 2 **Cell** implantation 3 To determine the ability of HECs in a monolayer culture, P0 to P8 cells of $1.5-3 \times 10^7$ in 4 number were subcutaneously inoculated into the back skin of 6 to 8 week old, NOD/Shi-scid, IL-2Rγ^{null} (NOG) mice (Central Institute for Experimental Animals, 5 6 Kanagawa, Japan). The subcutaneous nodules of the mice were removed, and 7 photographed. Their weight and size were then measured. 8 9 Microscopic analysis with immunohistochemistry 10 Subcutaneous nodules in mouse backs were fixed in 4% paraformaldehyde and 11 embedded in paraffin, after decalcification with 5% EDTA (pH 6.8) solution if 12 necessary. Cutting sections were deparaffinized, dehydrated, and stained with 13 hematoxyline and eosion (HE), and with toluidine blue (pH 7.0) and alcian blue (pH 14 2.5) for cartilaginous matrix. 15 16 For immunohistochemical analysis, the following primary antibodies were used: mouse 17 monoclonal anti-human collagen type II (clone: II-4c11) and type I (clone: I-8H5) 18 antibododies (Daiichi Fine Chemical Co. Ltd, Toyama, Japan). Additionally, anti-human 19 antibodies (Dako, Glostand, Denmark) of vimentin (clone: V9), CD31 (clone: JC70A) 20 and CD34 (clone: QBEnd 10) were used. These antibodies do not react with mouse 21 antigens according to applications for use, and furthermore these things have been 22 reconfirmed in our previous experiment [2]. Cut paraffin sections were deparaffinized, 23 dehydrated and treated with 2% proteinase K (Dako) in Tris-HCl buffer pH 7.5 solution 24 for 5 min at room temperature, or heated in ChemMate Target Retried Solution (Dako)

2

3

4

5

7

9

11

12

13

15

17

21

22

for 5-20 min in a high-pressure steam sterilizer for epitope unmasking. After blocking of endogenous peroxidase by 1% hydrogen peroxide/methanol for 15 min, the sections were incubated at room temperature for 60 min in primary antibodies diluted with antibody diluent (Dako). The sections were washed with 0.01 M Tris buffered saline (TBS) solution (pH 7.4) and incubated with goat anti-mouse and anti-rabbit 6 immunoglobulin labeled with dextran molecules-horseradish peroxidase (EnVision, Dako) for 30 min at room temperature. After washing with TBS, the sections were 8 incubated in 3,3'-diaminobenzidin in substrate-chromogen solution (Dako) for 5-10 min. Negative controls were performed by omitting the primary antibody. The sections were 10 counterstained with hematoxylin. **Results HEC** in culture 14 HECs were fibroblast-like in morphology at a primary culture. HECs slowly proliferated until 4th day after start of the cultivation, and then rapidly proliferated at 16 5-6th day (Figure 1A). The cells reached to senescence before PDL 60. PDLs of the senesced cells were 52.4 in an average at Passage 8. We then examined HECs for 18 expression of cartilage-associated genes at each passage by RT-PCR analysis (Figure 19 1B). The type-II collagen gene was expressed at P0 and P1, but was not detected at P2 20 to P8. The genes for collagen type I, III and X remained to be expressed from P0 to P8. HECs showed extensive morphological alternations during passage expansions (Figure 23 2): P0, small polygonal cells with many mitoses; P1 and P2, bipolar elongated spindle 24 cells; P3-P5, bipolar short spindle cells of with appearance of large cells; P6-P8, large,

2

3

4

5

7

11

15

21

fusiform or polygonal cells with long cytoplasmic processes, indistinct nuclear chromatin structures and occasional vacuolations. P8 cells became enlarged and deeply stained with senescence-associated β-galactosidase. Implantation of HECs for two weeks 6 We subcutaneously implanted HECs at each passage to investigate ability of chondrogenesis and osteogenesis in vivo. P0 and P1 cells generated the nodules that 8 hardly changed in size, weight and in degree of transparency with whitish color on 9 surface (Figure 2). In contrast, P2 cells foamed the nodules that decreased in weight, 10 size and degree of transparency. The nodule by P0 cells was clearly divided into two different parts, cartilage composing of chondrocytes with lacunae and abundant 12 extracellular matrix in the center, and perichondrium with spindle cells-layers at the 13 periphery (Figure 3), as demonstrated in the previous study [2]. Extracellular matrix in 14 the cartilage generated by P0 and P1 cells demonstrated metachromasia with Toluidine Blue stain. Vimentin was detected in both chondrocytes and perichondral spindle cells. 16 Type II collagen-positive matrix was diffusely distributed in the cartilage by P0 and P1 17 cells, and type I collagen-positive matrix was localized in the perichondrium. 18 19 Unlike P0, P1 and P2 cells, P3 to P8 cells generated small and flattened nodules without 20 clear vascular invasion on opaque, whitish to brownish surface color, and failed to generate cartilage. Microscopically, the nodules showed fibrous tissues with lack of 22 chondrocytes with lacunae, and the increase of spindle and dedifferentiated 23 chondrocytes. The fibrous tissue included inflammatory cells, reactions of foreign-body 24 giant cells and vascular invasions.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Long-term observation of cartilage and bone by P0 to P2 HEC implantation We then followed up the nodule of bone and cartilage following implantation of HEC at P0 (PDL 7) until 20 and 40 weeks (Figure 4). Macroscopically, the nodules showed smooth surface with white-yellow and reddish portion in color at 20 weeks and 40 weeks. Enchondral ossification progressed in the cartilage at 20 weeks and new bone and marrow cavity were formed (Figure 4A-G). Bone marrow cavity was surrounded by osteoid and new bone with osteoblasts, osteoclasts, immature adipocytes, endothelial cells and fibroblastoid cells. The nodules with bone and cartilage increased in size and weight, became reddish on surface and developed prominent vascular networks at 40 weeks (Figure 4H-Q). The nodules resembling articular cartilage and cortical bone with periosteum demonstrated the thin trabecular and spicular networks of the lamellar bone with diffuse accumulation of unilocular mature adipocytes and vascular development. At 20 weeks, type II collagen was detected in the extracellular matrix of cartilage, but gradually reduced (Figure 4E). In contrast, type I collagen became positive in matrix of osteoid, new bone and periosteum (Figure 4F). The CD 31-positive endothelial cells were present along with the vessels at the periphery of cartilage (Figure 4G). At 40 weeks, type II collagen remained positive in peripheral cartilage and occasionally in core of enchondral ossification (Figure 4M, N). Type I collagen-positive matrix was clearly distributed in trabecular bone (Figure 4O, P). The vasculogenesis with CD 31-positive endothelial cells became prominent (Figure 4Q). We then investigated if P1 cells are able to generate cartilage and bone like P0 cells

2

3

4

5

7

11

17

21

(Figure 5). To this end, we performed 10 implantations of P1 cells (PLD 10). P1 cells under PDL 12 exhibited cartilage formation with enchondral ossification after implantation. The nodules at 25 weeks were composed of the perichondrium and cartilage with accumulation of extracellular matrix (Figure 5A, B). The cartilage was consisted of small chondrocytes with round or occasional spindle nuclei and lacunae, 6 and covered by perichondrium with thin layer of elongated fibroblast-like spindle cells (Figure 5C). At 41 weeks (Figure 5G-L), enchondral ossification was focally demonstrated in the nodules with invasion and proliferation of peripheral 8 9 undifferentiated mesenchymal cells (Figure 5H, I). Marrow-like structure with 10 vasculogenesis, adipogenesis and osteoclastogenesis were confirmed, however, bone marrow cavity with differentiation into trabecular bone or mature adipocytes was not 12 detected. Type I collagen-positive matrix diffusely distributed at the perichondrium at 13 25 weeks (Figure 5E) and at the osteoid and new bone in the enchondral ossification at 14 41 weeks (Figure 5K). Vasculogenesis with CD 34-positive endothelia (Figure 5F) 15 started to be seen during enchondral ossification at 41 weeks (Figure 5L). 16 P1 cells (PDL 14) generated cartilage that were macroscopically flattened or 18 club-shaped, translucent and whitish surface, exhibited type II collagen-positive matrix 19 in the cartilage at 25 and 42 weeks after the implantation, but failed to develop bone 20 marrow even after follow-up observation (Figure 6). The cartilage at 25 weeks level was composed of small chondrocytes with round or spindle nuclei and lacunae, and 22 hypertrophic cells with large lacunae. The perichondrium showed the structure of thick 23 or thin layers with elongated fibroblast-like spindle cells (Figure 6B). The nodules at 42 24 weeks showed morphologies similar to those at 25 weeks, except decrease of

2

5

11

21

hypertrophic cells with large lacunae and slight increase of chondrocyte with spindle nuclei and narrow lacunae in number, and increase in eosinophil of the perichondrial 3 matrix and in thickness of the perichondrium. Type-II collagen-positive matrix was detected in the cartilage at 25 weeks (Figure 6D) and 42 weeks (Figure 6I). Type-I 4 collagen-positive matrix was distributed in the thick perichondrium at 25 weeks (Figure 6 6E), and 42 weeks (Figure 6J). 7 8 In contrast, P2 cells also generated cartilage that was maintained for up to 17 weeks 9 (Figure 7). Macroscopically, the cartilage showed translucent and smooth, surface that 10 were white, partly light brown or yellow in color (Figure 7A). The cartilages at 9 weeks consisted of hypertrophic chondrocytes with round or spindle nuclei and large lacunae 12 (Figure 7B, C). The cartilages at 17 weeks showed increase of small chondrocyte with 13 spindle nuclei and eosinophilic extracellular matrix at the perichondrium (Figure 7G, H). 14 Type II collagen-positive matrix remained in the cartilage at 9 weeks (Figure 7D) and at 15 17 weeks (Figure 7I). Type-I collagen-positive matrix was distributed in the 16 perichondrium at 9 weeks (Figure 7E), and extended into the cartilage at 17 weeks, in 17 addition to the perichondrium (Figure 7J). 18 19 Lack of chondrogenic activity in P3 cells 20 P3 cells (PDL 23) generated fibrous tissue that was macroscopically translucent and flattened, and tightly adhered to the subcutaneous tissue (Figure 8A). The tissue was 22 ill-defined in the boundaries between the perichondrium and cartilage (Figure 8B, C). 23 Type II collagen-positive matrix was irregularly distributed in the cartilage (Figure 8D). 24 Type I collagen-positive matrix was irregularly found in the cartilage and not

1 overlapped with type II collagen-positive matrix (Figure 8E). 2 3 **Discussion** 4 For the cell-based therapeutic strategies of cartilage and bone formation, the expansion 5 of cultivation are required to gain sufficient number of cells, and to preserve for a long 6 period in recipient, therefore the detailed studies are essential with regards to the 7 characteristics of expanded and/or dedifferentiated chondrocytes in vitro and in vivo. 8 We have previously reported that chondrocytes from epiphyseal cartilage at a primary 9 culture have the ability to regenerate cartilage and to develop bone with marrow cavity 10 through enchondral ossification in vivo [2]. This present study demonstrated the 11 detailed alterations of the human infant epiphyseal chondrocytes during expansions 12 from P0 to P8 cells in monolayer culture and the ability of in vivo chondrogenesis and 13 osteogenesis by implantation, and long-term observation after implantation. 14 15 The fate of cartilage generated by chondrocytes depended on population doubling levels 16 of chondrocytes in culture. Primarily, implanted chondrocytes need to retain the abilities 17 to generate cartilage with production of type II collagen-positive cartilaginous matrix, 18 and to produce type I-positive perichondrium. In addition to chondrocytes, participation 19 of undifferentiated mesenchymal cells that differentiate to osteoblasts, adipocytes and 20 endothelia is required for bone development through enchondral ossification [1, 5, 6]. In 21 our previous study [2], we showed that perichondrial spindle cells participate in bone 22 development as undifferentiated mesenchymal cells after implantation of cultivated 23 chondrocytes, like perichondrial cells in a cartilage anlage of human embryonic bone.

2

3

5

7

11

21

Chondrogenic ability of cultivated chondrocytes is associated with surface markers, gene expression, morphology, synthesis of the type of collagen and capacity of redifferentiation, using human articular and other cartilages [7, 8] or animal [9] as cell 4 sources [10-12]. Surface markers include CD26 for the chondrogenic potential of human articular chondrocytes [13] and ratio of CD54 to CD44 as an index of 6 differentiation status [7]. Morphology of chondrocytes changes from a differentiated round to polygonal cell shape to dedifferentiated fibroblast-like phenotype [9, 14]. In 8 gene expression, type-II collagen is essential for chondrocytes capable of generating 9 cartilage [8] and inversely correlated with increasing PDLs [15]. The ratio of type-I and 10 type-II collagen, defined as an index of cell differentiation, is significantly higher at a primary culture and become lower along with expansion [13]. in vivo chondrogenesis is 12 also associated with PDLs of cultivated chondrocytes in rabbit [16, 17], bovine [18], 13 and human fetal and adult articular chondrocytes [19]. Chondrocytes at a primary 14 culture from articular cartilage show mature and well-formed cartilage with 15 extracellular matrix of type-II collagen, however those with chondrocytes with a longer 16 cultivation do not generate cartilage with type-II collagen but form fibrous tissue [16] 17 and almost same results have been presented in chondrocytes from the costal cartilage 18 [17]. Chondrocytes can be not only isolated from cartilage, but also differentiated from 19 somatic stem cells including mesenchymal stem cells and marrow stromal cells [2, 20 20-23]. Chondrocytes have recently been generated from pluripotent stem cells like other cell types [2, 24-27]. 22 23 To reverse de-differentiation process during cultivation, several approaches have been 24 developed. Dedifferentiated chondrocytes after a longer cultivated period regain

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

chondrogenic activity by the high-density culture method [28]. To acquire sufficient cell number for cartilage engineering, the co-culture system of in vitro-expanded dedifferentiated chondrocytes with small numbers of primary chondrocyte is useful to re-differentiate the de-differentiated cells and form thicker cartilage tissue with type-II collagen [18]. Wnt/beta-catenin signaling may be involved in maintenance of chondrogenic activity [29, 30]. Cultivation medium is shown to affect cell phenotypes in vitro [31]. In addition to the re-differentiation strategies, the selection approach was employed to isolate functionally active chondrogenic cells with high levels of type-II collagen from dedifferentiated cells or hypertrophic cells with product of type-X collagen for in vivo chondrogenesis [19]. With regard to epiphyseal cartilage, however, the study in concerning cytological descriptions of the isolated culture cells have not been presented and there are a few morphological studies in vivo on the new bone formation by the implantation of chondrocytes isolated from cartilage of rat [32] and mouse [33]. In human epiphyseal chondrocytes, nodular structures resembling mature articular cartilage are formed by primary culture of human fetal epiphyseal chondrocytes for long-term of up to 180 days on hydrogel substrate [34], although the experiment in passage-expansion of cultivated cells was not performed. Our observations in the present studies of epiphyseal chondrocytes showed the morphology in vivo on the regenerated cartilage and new bone formation with marrow cavity by the implantation of expanded cells for short to long period. Large cartilage without ossification needs to be formed by implantation of cultivated cells with higher PDLs by usage of cytokines in future.

1 Finally, the present studies showed the changes in cytology and gene expression of the 2 infant epiphyseal chondrocytes in a monolayer culture by cell expansion from the P0 to 3 P8 cells. The experiment in vivo by implantation of expanded cells for a short to long 4 periods demonstrated the fate of the epiphyseal chondrocytes and elucidated that the 5 proceeded passage-cells can regenerate the tissue for a short period; however these 6 tissues can't be preserved for a longer period and absorbed, except those of the P0 and 7 P1 cells. The bone development through enchondral ossification occurred in cartilage by 8 the P0 cells and by the P1 cells with only lower PDLs. The P1 cells with rather higher 9 PDLs form the articular cartilage-like tissue without ossification. These findings would 10 be a help of chondrocyte-based therapy.

Acknowledgement

1

5

6

9

- 2 We would like to express our sincere thanks to T. Sugiki, H. Takahashi, and Y. Ito for
- 3 support throughout the work, H. Abe for excellent technical assistances, and E. Suzuki
- 4 and K. Saito for assistant in preparation of the manuscript.

Conflict of interest

- 7 The authors declare that there is no conflict of interest regarding the publication of this
- 8 manuscript.

1 Reference

- 3 1. Rhodin JAG. Cartilage: bone and bone development. Histology: A text and
- 4 atlas. New York: Oxford University press; 1974. p. 173-220.
- 5 2. Nasu M, Takayama S, Umezawa A. Endochondral ossification model system:
- 6 Designed cell fate of human epiphyseal chondrocytes during long-term implantation. J
- 7 Cell Physiol. 2015. doi: 10.1002/jcp.24882. PubMed PMID: 25640995.
- 8 3. Kabara M, Kawabe J, Matsuki M, Hira Y, Minoshima A, Shimamura K, et al.
- 9 Immortalized multipotent pericytes derived from the vasa vasorum in the injured
- vasculature. A cellular tool for studies of vascular remodeling and regeneration. Lab
- 11 Invest. 2014;94(12):1340-54. doi: 10.1038/labinvest.2014.121. PubMed PMID:
- 12 25329003.

- 13 4. Dimri GP, Lee X, Basile G, Acosta M, Scott G, Roskelley C, et al. A biomarker
- 14 that identifies senescent human cells in culture and in aging skin in vivo. Proc Natl
- 15 Acad Sci U S A. 1995;92(20):9363-7. PubMed PMID: 7568133; PubMed Central
- 16 PMCID: PMCPMC40985.
- 17 5. Gartner L, Hiatt J. Cartilage and bone. Color Textbook of Histology. 3rd ed.
- 18 Philadelphia: Saunders; 2007. p. 131-56.
- 19 6. Rosenberg AE, Roth SI. Bone. In: Mills SE, editor. Histology for Pathologists.
- 20 3rd ed. Philadelphia: Lippincott Williams & Wilkins; 2007. p. 76-95.
- 21 7. Hamada T, Sakai T, Hiraiwa H, Nakashima M, Ono Y, Mitsuyama H, et al.
- 22 Surface markers and gene expression to characterize the differentiation of monolayer
- expanded human articular chondrocytes. Nagoya J Med Sci. 2013;75(1-2):101-11.
- 24 PubMed PMID: 23544273; PubMed Central PMCID: PMCPMC4345713.
- 25 8. Schnabel M, Marlovits S, Eckhoff G, Fichtel I, Gotzen L, Vécsei V, et al.
- 26 Dedifferentiation-associated changes in morphology and gene expression in primary
- human articular chondrocytes in cell culture. Osteoarthritis Cartilage. 2002;10(1):62-70.
- 28 doi: 10.1053/joca.2001.0482. PubMed PMID: 11795984.

- 1 9. Kino-Oka M, Maeda Y, Sato Y, Maruyama N, Takezawa Y, Khoshfetrat AB, et
- 2 al. Morphological evaluation of chondrogenic potency in passaged cell populations. J
- 3 Biosci Bioeng. 2009;107(5):544-51. doi: 10.1016/j.jbiosc.2008.12.018. PubMed PMID:
- 4 19393556.
- 5 10. Holtzer H, Abbott J, Lash J, Holtzer S. THE LOSS OF PHENOTYPIC
- 6 TRAITS BY DIFFERENTIATED CELLS IN VITRO, I. DEDIFFERENTIATION OF
- 7 CARTILAGE CELLS. Proc Natl Acad Sci U S A. 1960;46(12):1533-42. PubMed
- 8 PMID: 16590779; PubMed Central PMCID: PMCPMC223078.
- 9 11. Mayne R, Vail MS, Mayne PM, Miller EJ. Changes in type of collagen
- synthesized as clones of chick chondrocytes grow and eventually lose division capacity.
- 11 Proc Natl Acad Sci U S A. 1976;73(5):1674-8. PubMed PMID: 1064040; PubMed
- 12 Central PMCID: PMCPMC430362.
- 13 12. Grundmann K, Zimmermann B, Barrach HJ, Merker HJ. Behaviour of
- 14 epiphyseal mouse chondrocyte populations in monolayer culture. Morphological and
- immunohistochemical studies. Virchows Arch A Pathol Anat Histol.
- 16 1980;389(2):167-87. PubMed PMID: 7456325.
- 17 13. Diaz-Romero J, Nesic D, Grogan SP, Heini P, Mainil-Varlet P.
- 18 Immunophenotypic changes of human articular chondrocytes during monolayer culture
- 19 reflect bona fide dedifferentiation rather than amplification of progenitor cells. J Cell
- 20 Physiol. 2008;214(1):75-83. doi: 10.1002/jcp.21161. PubMed PMID: 17559082.
- 21 14. Marlovits S, Hombauer M, Truppe M, Vècsei V, Schlegel W. Changes in the
- 22 ratio of type-I and type-II collagen expression during monolayer culture of human
- 23 chondrocytes. J Bone Joint Surg Br. 2004;86(2):286-95. PubMed PMID: 15046449.
- Lin Z, Fitzgerald JB, Xu J, Willers C, Wood D, Grodzinsky AJ, et al. Gene
- 25 expression profiles of human chondrocytes during passaged monolayer cultivation. J
- 26 Orthop Res. 2008;26(9):1230-7. doi: 10.1002/jor.20523. PubMed PMID: 18404652.
- 27 16. Kang SW, Yoo SP, Kim BS. Effect of chondrocyte passage number on
- 28 histological aspects of tissue-engineered cartilage. Biomed Mater Eng.

- 1 2007;17(5):269-76. PubMed PMID: 17851169.
- 2 17. Lee J, Lee E, Kim HY, Son Y. Comparison of articular cartilage with costal
- 3 cartilage in initial cell yield, degree of dedifferentiation during expansion and
- 4 redifferentiation capacity. Biotechnol Appl Biochem. 2007;48(Pt 3):149-58. doi:
- 5 10.1042/BA20060233. PubMed PMID: 17492943.
- 6 18. Gan L, Kandel RA. In vitro cartilage tissue formation by Co-culture of primary
- 7 and passaged chondrocytes. Tissue Eng. 2007;13(4):831-42. doi:
- 8 10.1089/ten.2007.13.ft-358. PubMed PMID: 17253927.
- 9 19. Wu L, Gonzalez S, Shah S, Kyupelyan L, Petrigliano FA, McAllister DR, et al.
- 10 Extracellular matrix domain formation as an indicator of chondrocyte dedifferentiation
- and hypertrophy. Tissue Eng Part C Methods. 2014;20(2):160-8. doi:
- 12 10.1089/ten.TEC.2013.0056. PubMed PMID: 23758619; PubMed Central PMCID:
- 13 PMCPMC3910562.
- 14 20. Abe-Suzuki S, Kurata M, Abe S, Onishi I, Kirimura S, Nashimoto M, et al.
- 15 CXCL12+ stromal cells as bone marrow niche for CD34+ hematopoietic cells and their
- 16 association with disease progression in myelodysplastic syndromes. Lab Invest.
- 17 2014;94(11):1212-23. doi: 10.1038/labinvest.2014.110. PubMed PMID: 25199050.
- 18 21. Takano T, Li YJ, Kukita A, Yamaza T, Ayukawa Y, Moriyama K, et al.
- 19 Mesenchymal stem cells markedly suppress inflammatory bone destruction in rats with
- adjuvant-induced arthritis. Lab Invest. 2014;94(3):286-96. doi:
- 21 10.1038/labinvest.2013.152. PubMed PMID: 24395111.
- 22 22. Umezawa A, Maruyama T, Segawa K, Shadduck RK, Waheed A, Hata J.
- 23 Multipotent marrow stromal cell line is able to induce hematopoiesis in vivo. J Cell
- 24 Physiol. 1992;151(1):197-205. doi: 10.1002/jcp.1041510125. PubMed PMID: 1373147.
- 25 23. Sugiki T, Uyama T, Toyoda M, Morioka H, Kume S, Miyado K, et al. Hyaline
- 26 cartilage formation and enchondral ossification modeled with KUM5 and OP9
- 27 chondroblasts. J Cell Biochem. 2007;100(5):1240-54. doi: 10.1002/jcb.21125. PubMed
- 28 PMID: 17115412.

- 1 24. Santostefano KE, Hamazaki T, Biel NM, Jin S, Umezawa A, Terada N. A
- 2 practical guide to induced pluripotent stem cell research using patient samples. Lab
- 3 Invest. 2015;95(1):4-13. doi: 10.1038/labinvest.2014.104. PubMed PMID: 25089770.
- 4 25. De Assuncao TM, Sun Y, Jalan-Sakrikar N, Drinane MC, Huang BQ, Li Y, et al.
- 5 Development and characterization of human-induced pluripotent stem cell-derived
- 6 cholangiocytes. Lab Invest. 2015;95(6):684-96. doi: 10.1038/labinvest.2015.51.
- 7 PubMed PMID: 25867762; PubMed Central PMCID: PMCPMC4447567.
- 8 26. De Assuncao TM, Sun Y, Jalan-Sakrikar N, Drinane MC, Huang BQ, Li Y, et al.
- 9 Development and characterization of human-induced pluripotent stem cell-derived
- 10 cholangiocytes. Lab Invest. 2015;95(10):1218. doi: 10.1038/labinvest.2015.99. PubMed
- 11 PMID: 26412498.
- 12 27. Higuchi A, Ling QD, Kumar SS, Munusamy MA, Alarfaj AA, Chang Y, et al.
- Generation of pluripotent stem cells without the use of genetic material. Lab Invest.
- 14 2015;95(1):26-42. doi: 10.1038/labinvest.2014.132. PubMed PMID: 25365202.
- 15 28. Ahmed N, Gan L, Nagy A, Zheng J, Wang C, Kandel RA. Cartilage tissue
- 16 formation using redifferentiated passaged chondrocytes in vitro. Tissue Eng Part A.
- 17 2009;15(3):665-73. doi: 10.1089/ten.tea.2008.0004. PubMed PMID: 18783319.
- 18 29. Usami Y, Gunawardena AT, Iwamoto M, Enomoto-Iwamoto M. Wnt signaling
- in cartilage development and diseases: lessons from animal studies. Lab Invest.
- 20 2016;96(2):186-96. doi: 10.1038/labinvest.2015.142. PubMed PMID: 26641070.
- 21 30. Matsushita K, Morello F, Zhang Z, Masuda T, Iwanaga S, Steffensen KR, et al.
- 22 Nuclear hormone receptor LXRα inhibits adipocyte differentiation of mesenchymal
- stem cells with Wnt/beta-catenin signaling. Lab Invest. 2016;96(2):230-8. doi:
- 24 10.1038/labinvest.2015.141. PubMed PMID: 26595172; PubMed Central PMCID:
- 25 PMCPMC4731266.
- 26 31. Sztiller-Sikorska M, Hartman ML, Talar B, Jakubowska J, Zalesna I, Czyz M.
- 27 Phenotypic diversity of patient-derived melanoma populations in stem cell medium. Lab
- 28 Invest. 2015;95(6):672-83. doi: 10.1038/labinvest.2015.48. PubMed PMID: 25867763.

- 1 32. Thyberg J, Moskalewski S. Bone formation in cartilage produced by
- 2 transplanted epiphyseal chondrocytes. Cell Tissue Res. 1979;204(1):77-94. PubMed
- 3 PMID: 527023.
- 4 33. Moskalewski S, Malejczyk J. Bone formation following intrarenal
- 5 transplantation of isolated murine chondrocytes: chondrocyte-bone cell
- 6 transdifferentiation? Development. 1989;107(3):473-80. PubMed PMID: 2612374.
- 7 34. Reginato AM, Iozzo RV, Jimenez SA. Formation of nodular structures
- 8 resembling mature articular cartilage in long-term primary cultures of human fetal
- 9 epiphyseal chondrocytes on a hydrogel substrate. Arthritis Rheum. 1994;37(9):1338-49.
- 10 PubMed PMID: 7945499.

Figure legends

1

7

2 Figure 1. Characteristics of the human epiphyseal chondrocytes (HECs)

- 3 A. Proliferative capacity of HECS. The number of cells was counted at each passage.
- 4 Total number of population doubling levels (PDLs) was calculated, using the formula of
- 5 \log_{10} (total number of cells/starting number of cells)/ $\log_{10}2$.
- 6 B. RT-PCR analysis for cartilage-associated genes. P: Passage number.
- 8 Figure 2. Morphological changes from P0 (PDL 8) to P8 (PDL 45) cells of human
- 9 epiphyseal chondrocytes during expansion.
- 10 **Top panels**: Cytology of the culture cells with Papanicolaou's stain (Pap stain). Cell
- morphology changed from small polygonal cells with mitosis (P0) to short or long (P1),
- to long spindle cells (P2-P4) with occasional large spindle or polygonal cells (P4-P5)
- and to large, polygonal cells with long cytoplasmic processes and vacuolation, and
- nuclei with indistinct chromatin structures (P6-P8).
- 15 **Middle panels**: Macroscopic views of the tissues by implantation of P0 to P8 cells for
- two weeks. The nodules of P0 to P2 cells are the same in size, in weight and in degree
- 17 of transparency with whitish color on surface. The nodule of P3 and P4 cells, however,
- decreased in size along with the increase of passages, and were accompanied central
- 19 vascular invasion. The nodules of P5 to P8 cells became flattened and to be white to
- brown in color. Bars: 3 mm.
- 21 **Bottom panels**: Microscopic views with hematoxylin and eosin stain. P0 and P1 cells
- 22 generated two distinct portions, i.e. cartilage and perichondrium at the implanted sites.
- 23 As the increase in passage number, the boundary of two portions became to be
- 24 ill-defined. P4 to P8 cells exhibited spindle-shaped dedifferentiated chondrocytes,

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

18

19

20

21

22

23

24

accompanied with reactions of inflammatory cells, macrophages and foreign-body giant cells. Figure 3. Histological and immunohistochemical analysis of the implanted sites. Hematoxylin and eosin (HE) stain, Toluidine blue (TB) stain, and immunohistochemical analysis by using antibodies against vimentin, type II collagen (COL II), and type II collagen (COL II) are shown from left to right. With TB stain, the extracellular matrix of cartilage exhibited metachromasie diffusely in the nodules by P0 and P1 cells, and focally in the nodules by P2 cells. The matrix of the nodules by P0 and P1 cells was positive for COL II at the center and with type I collagen (COL I) at the periphery. The nodule by P2 cells was focally COL II-positive and diffusely COL I-positive matrix. The matrix in the nodules by P3 and P5 cells was not stained with COL II and showed weakly positive reaction with COL I. The nodules by P7 cells were negative for COL II and COL I. The microscopic views (the same as Figure 2C) with HE stain (HE) are also shown for reference. 16 Figure 4. Long-term observation at the P0 cell (PDL 7)-implanted sites. P0 cell-implanted sites were analyzed at 20 weeks (A-G) and 40 weeks (H-Q). Macroscopic examination of the P0 cell-nodules (606 mg in weight) at 20 weeks showed smooth and whitish surface with focal reddish portion and vascular networks (A). Microscopic examination showed progress of enchondral ossification (B) with new bone formation and poor marrow cavity (C). Marrow cavity consisted of osteoblasts, osteoclasts, undifferentiated mesenchyme cells and a few of immature adipocytes (**D**). Cartilage and core of the enchondral ossification were positive for COL II (E).

1 Perichondrium, bone and osteoid was positive for COL I (F). Endothelium in the early 2 marrow cavity was positive for CD31 (G). Macroscopic examination of the P0 3 cell-nodules (686 mg in weight) at 40 weeks showed increased reddish portion with 4 prominent vascular networks on the surface (H). Bone marrow cavity was surrounded 5 by the cartilage and bone (I), which morphologically resembled to articular cartilage (J) 6 and cortical bone (K), respectively. Trabecular bone was extended with the fatty marrow 7 (L). Peripheral cartilage (M) and core of the enchondral ossification (N) were positive 8 for COL II. Perichondrium, periosteum (O) and trabecular bones (P) were positive for 9 COL I. The vessels in the bone marrow cavity were positive for CD31 (Q). 10 11 Figure 5. Long-term observation at the P1 cell (PDL 10)-implanted sites. 12 P1 cell-implanted sites were analyzed at 25 weeks (A-F) and 41 weeks (G-L). 13 Macroscopic examination of the P1 (PDL 10) cell-nodules (86 mg in weight) at 25 14 weeks showed smooth and semi-translucent surface with irregular light reddish portion 15 (A). Microscopic examination showed cartilage with thin perichondrium (B). The 16 cartilage was composed of small chondrocytes with round or spindle nuclei and lacunae 17 in the extracellular matrix (C). Matrix of the cartilage (D) and perichondrium (E) were 18 positive for COL II and COL I, respectively. CD34-positive vessels were not detected 19 (F). Macroscopic examination of the P1 cell-nodules (69 mg in weight) at 41 weeks 20 showed smooth and whitish surface with focal yellowish portion (G). Microscopic 21 examination revealed focal enchondral ossification in the cartilage (H) and bone 22 formation with early marrow cavity (I). Cartilage with enchondral ossification was 23 positive for COL II (J), and perichondrium, osteoid and new bone (K) were positive for 24 COL I. CD34-positive vessels were expanded in the early bone marrow cavity (L).

1 2 Figure 6. Long-term observation at the P1 cell (PDL 14)-implanted sites. 3 P1 cell-implanted sites were analyzed at 25 weeks (**A-E**) and 41 weeks (**F-J**). 4 Macroscopic examination of the P1 (PDL 14) cell-nodules (73 mg in weight) at 25 weeks 5 showed club-shaped, semi-translucent and whitish surface (A). Microscopic examination 6 showed cartilage and perichondrium (**B**). The cartilage was composed of small 7 chondrocytes with lacunae and of hypertrophic cells with large lacunae (C). The cartilage 8 and perichondrium were positive for COL II (**D**) and COL I (**E**), respectively. 9 Macroscopic examination of the P1 cell-nodules (70 mg in weight) at 42 weeks showed 10 the same appearance as that of 25 weeks (F). Microscopic examination revealed 11 decrease of hypertrophic chondrocytes in the cartilage and increase of matrix in the 12 perichondrium (G, H). Again, the cartilage was positive for COL II (I) and the 13 perichondrium was positive for COL I (**J**). 14 15 Figure 7. Long-term observation at the P2 cell (PDL 18)-implanted sites. 16 P2 cell-implanted sites were analyzed at 9 weeks (**A-E**) and 17 weeks (**F-J**). 17 Macroscopic examination of the P2 (PDL 18) cell-nodules (9 mg in weight) at 9 weeks 18 showed light-brown surface (A). Microscopic examination showed the cartilage with 19 small chondrocytes with round or spindle nuclei and hypertrophic cells with lacunae (B) 20 and thick perichondrium (C). Immunohistochemically, the cartilage was positive for 21 COL II (**D**) and the perichondrium was positive for COL I (**E**). Macroscopic 22 examination of the P2 (PDL 18) cell-implanted sites (32 mg in weight) at 17 weeks 23 showed whitish surface with partly yellowish area (F). Microscopic examination 24 showed the cartilage and irregularly thickened perichondrium (G) and the

- 1 perichondrium with decrease of hypertrophic chondrocytes and increase of eosinophilic
- 2 matrix (**H**), compared with nodules at 9 weeks. The cartilage was positive for COL II (**I**),
- and partially positive for COL I (**J**). The perichondrium was positive for COL I.
- 5 Figure 8. Implantation of P3 cell (PDL 23).

- 6 P3 (PDL 23) cell-implanted sites were analyzed at 7 weeks. Macroscopic examination
- 7 showed the flattened and smaller nodules (11 mg in weight) with translucent whitish
- 8 surface (A). Microscopic examination showed the cartilaginous tissue with tight
- 9 adhesion to the mouse muscle tissue and reactions of foreign-body type giant cells (B).
- 10 The nodule was consisted of chondrocytes with spindle nuclei and narrow lacunae and a
- 11 few hypertrophic cells (C) in myxomatous matrix. The matrix was focally positive for
- 12 COL II (**D**) and diffusely positive for COL I in the cartilage (**E**).

1 Table 1. Primer pairs and experimental conditions for RT-PCR

| Table 1. Primer pairs and experimental conditions for RT-PCR | | |
|--|-------------------------------------|----------------------------|
| Gene product | Forward and reverse primers (5'-3') | Expected product size (bp) |
| Collagen I | CCCAAGGACAAGAGGCAT | 159 |
| | GCAGTGGTAGGTGATGTTCTG | |
| Collagen II | AGATGGCTGGAGGATTTGAT | 301 |
| | CTTGGATAACCTCTGTGACTT | |
| Collagen III | GGGTCCTACTGGTCCTATTGG | 229 |
| | TCGAAGCCGAATTCCTGGTCT | |
| Collagen X | AGCCAGGGTTGCCAGGACCA | 387 |
| | TTTTCCCACTCCAGGAGGGC | |
| β2-microglobulin | CTCGCGCTACTCTCTCTTTCTGG | 335 |
| | GCTTACATGTCTCGATCCCACTTAA | |

















