



24 **ABSTRACT**

25 The locations of chromatin loops in *Drosophila* were determined by Hi-C (chemical  
26 cross-linking, restriction digestion, ligation, and high-throughput DNA sequencing).  
27 Whereas most loop boundaries or “anchors” are associated with CTCF protein in  
28 mammals, loop anchors in *Drosophila* were found most often in association with the  
29 polycomb group (PcG) protein Polycomb (Pc), a subunit of Polycomb Repressive  
30 Complex 1 (PRC1). Loops were frequently located within domains of PcG-repressed  
31 chromatin. Promoters located at PRC1 loop anchors regulate some of the most  
32 important developmental genes and are less likely to be expressed than those not at  
33 PRC1 loop anchors. Although DNA looping has most commonly been associated with  
34 enhancer-promoter communication, our results indicate that loops are also associated  
35 with gene repression.

## 36 INTRODUCTION

37 Active and inactive genes are folded differently and located in different regions of the  
38 nucleus, but the molecular basis of chromosome folding and nuclear architecture  
39 remains to be determined. One folding paradigm is the formation of protein-mediated  
40 DNA loops, which are most commonly associated with enhancer-promoter  
41 communication (1). On the other hand, gene repression is most often associated with  
42 heterochromatin formation and chromosome condensation.

43

44 Chromosome folding can be revealed by chemical cross-linking, followed by restriction  
45 digestion, ligation, and high-throughput DNA sequencing (2). Such “Hi-C” analysis has  
46 revealed intra-chromosomal folding on multiple length scales. From lengths of 1 kb, the  
47 smallest so far examined (3), to hundreds of kb, two features are observed, loops (3)  
48 and so-called topologically associating domains, or “TADs” (which we and others have  
49 also referred to as A/B domains, physical domains, topological domains or contact  
50 domains) (3-7). Loops bring a pair of loci into close physical proximity; TADs represent  
51 genomic intervals in which all pairs of loci exhibit an enhanced frequency of contact,  
52 and correspond to stably condensed chromosomal regions (8). On a larger scale,  
53 extending to whole chromosomes, TADs interact with one another to form  
54 “compartments” (2).

55

56 Hi-C on the smallest length scale, based on the most extensive sequencing, is needed  
57 for unambiguous identification of chromatin loops, and has been reported thus far only  
58 for the mouse and human genomes (3). We have now overcome this limitation in

59 *Drosophila*, by Hi-C analysis at sub-kilobase resolution. We find an unanticipated  
60 correlation with results of ChIP-seq analysis in *Drosophila*, with an important functional  
61 correlate.

62

## 63 **RESULTS**

### 64 **Sub-kilobase resolution *Drosophila* Hi-C**

65 We performed Hi-C on embryonic Kc167 *Drosophila melanogaster* cultured cells and  
66 identified 529 million chromosomal contacts (read pairs that remain after exclusion of  
67 duplicates, unligated fragments, and reads that align poorly with genome sequences).

68 The resolution of the resulting contact maps was 260 bp, or “sub-kilobase”, based on  
69 standard metrics (3) (Fig. S1, Table S1, and Methods). For this reason, and because  
70 77.1% of the restriction fragments used for the Hi-C analysis were shorter than 500 bp,  
71 we plotted the contact maps in units of at least 500 bp. The contact maps were 3- to 4-  
72 fold more dense than those previously reported for human cells at kilobase resolution  
73 (3).

74

75 Consistent with previously reported *Drosophila* Hi-C contact maps (4, 8, 9), we  
76 observed both TADs (apparent in a Hi-C contact map as boxes of enriched contact  
77 frequency tiling the diagonal; Fig. 1A and 1B) and compartments (apparent as off-  
78 diagonal boxes of alternating enriched or depleted contacts, whose boundaries are  
79 aligned with those of the on-diagonal boxes; Fig. 1a,b and Table S2). We identified  
80 more TADs in Kc cells than were originally reported (9) (2,126 versus 1,110; Table S2)  
81 because more TAD boundaries could be detected at higher resolution (3). We also

82 identified chromatin loops, which appeared as focal peaks of contact enrichment (Fig.  
83 1C and Table S3), and which were previously unobservable in lower resolution  
84 *Drosophila* maps.

85

### 86 ***Drosophila* Loops Are Unrelated to TADs**

87 We identified 120 chromatin loops, far fewer than the number of TADs, and also far  
88 fewer than the 9,448 loops identified in human GM12878 B-lymphoblastoid cells (3),  
89 even after accounting for the difference in genome size.

90

91 *Drosophila* loops differed from mammalian loops in their relationship to TADs (Fig. 1D).  
92 Mammalian loop anchors are frequently (38% of loops) located at TAD corners, and  
93 therefore coincide with TAD boundaries. In contrast, the vast majority (82.5%) of  
94 *Drosophila* loops did not appear at TAD corners (Fig. 1C), and conversely, 99.1% of  
95 *Drosophila* TADs did not have focal peaks at their corners. Evidently, chromatin  
96 condensation revealed by TADs (8) is not due in *Drosophila* to loops detectable by our  
97 methods.

98

### 99 **Lack of CTCF at *Drosophila* Loop Anchors**

100 In humans, 86% of loop anchors are associated with CTCF, and the CTCF-binding  
101 motifs are in a convergent orientation (3, 10). In contrast, *Drosophila* loop anchors did  
102 not tend to align with CTCF ChIP-seq signals (11) (Fig. 2A and 2B), and only 28.2% of  
103 loop anchors overlapped CTCF-binding sites genome-wide (Fig. 2C). Loop anchors  
104 were less likely to occur at the strongest CTCF ChIP-seq peaks than at the weakest

105 peaks (Fig. 2C, left). Conversely, the strongest CTCF ChIP-seq peaks were less likely  
106 to occur at loop anchors than at the weakest peaks (Fig. 2C, right). At a minimum ChIP  
107 enrichment of 16-fold, loop anchors are 9.55-fold enriched at CTCF sites, but this  
108 accounts for only 13.2% of loop anchors and 1.66% of CTCF sites. Evidently, CTCF is  
109 rarely, if ever, significantly associated with chromatin loops, and the vast majority of  
110 CTCF sites are unrelated to the chromatin loops we identify in *Drosophila*. Similar  
111 results were obtained for the other *Drosophila* insulator proteins BEAF-32, Su(Hw), and  
112 CP190 (Fig. S2). In contrast to the results for CTCF, and in keeping with reports for  
113 human loop anchors, the majority (72.8%) of *Drosophila* loop anchors were associated  
114 with the cohesin subunit Rad21. Moreover, stronger Rad21 ChIP peaks were more  
115 likely to overlap with loop anchors (Fig. 2A, 2B, and 2D).

116

### 117 **Loops are Found within Polycomb-Repressed Chromatin**

118 For a more comprehensive assessment of the relationship between loops, loop  
119 anchors, and chromatin-bound proteins, we compared our loop annotation to the five  
120 functional classes of chromatin that were previously identified on the basis of genome-  
121 wide non-histone protein localization in *Drosophila* Kc cells: PcG-repressed chromatin,  
122 HP1 heterochromatin, another type of repressed chromatin (“null/inactive”), and two  
123 types of active chromatin (“H3K36me3-enriched or -depleted”) (12). We found that  
124 17.5% of loops were entirely contained within a region of PcG-repressed chromatin, and  
125 such enrichment of entire loops within PcG-repressed chromatin was far greater than  
126 expected on a random basis (10.9-fold,  $P = 1.82 \times 10^{-35}$ ) (Fig. 2E). Few loops were  
127 entirely located within H3K36me3-enriched or -depleted active chromatin (no loops), or

128 HP1 heterochromatin (0.8% of loops), and loops were neither significantly enriched nor  
129 depleted from these classes (Fig. 2E). Loops were depleted from null/inactive  
130 chromatin (2.5% of loops, a 5.1-fold depletion,  $P = 5.07 \times 10^{-4}$ ). The low percentage of  
131 loops entirely located within a single functional chromatin class indicates that the  
132 majority of loops must span more than one class.

133

134 Many loop anchors (39.6%) were located within PcG-repressed chromatin, and  
135 enrichment of loop anchors within PcG-repressed chromatin was greater than expected  
136 on a random basis (2.35-fold,  $P = 1.79 \times 10^{-16}$ ) (Fig. 2E). A smaller fraction of loop  
137 anchors was found in H3K36me3-depleted active chromatin (18.8% of anchors, 2.76-  
138 fold enriched,  $P = 6.01 \times 10^{-10}$ ) (Fig. 2E). Loop anchors were significantly depleted from  
139 HP1 heterochromatin, null/inactive chromatin, and H3K36me3-enriched active  
140 chromatin (HP1: 0.1% of anchors, 3.32-fold depletion,  $P = 0.0436$ ; null/inactive: 17.8%,  
141 2.47-fold depletion,  $P = 1.19 \times 10^{-14}$ ; H3K36me3-enriched active: 8.42%, 1.82-fold  
142 depletion,  $P = 7.07 \times 10^{-3}$ ) (Fig. 2E).

143

#### 144 **The Polycomb Protein is Found at Loop Anchors**

145 PcG proteins are involved in gene repression during development and are components  
146 of two evolutionarily conserved complexes, PRC1 and PRC2. PRC2 trimethylates  
147 histone H3 at lysine 27, which demarcates PcG-repressed chromatin and is bound by  
148 the chromodomain of the Polycomb (Pc) subunit of PRC1 (13). Loops were readily  
149 identified within H3K27me3-enriched regions (14) (Fig. 2A, 2B, 3A, and 3B), and loop  
150 anchors tended to coincide with Pc ChIP-seq signals (15) from Kc cells (Fig. 2A, 2B, 3A,

151 and 3B). Occasionally, loop anchors that aligned with Pc ChIP signals formed networks  
152 of interactions (Fig. 2B). Overall, a remarkable 62.4% of loop anchors were associated  
153 with Pc ChIP peaks. The enrichment of loop anchors at Pc ChIP peaks increased with  
154 the strength of the Pc ChIP peak, and enrichment of Pc ChIP peaks at loop anchors  
155 continually increased with the strength of the Pc ChIP peak as well (Fig. 2F). The  
156 percentage of Pc ChIP peaks at loop anchors increased 18.8-fold from 2.1% to 39.5%  
157 as the strength of the Pc peak increased from 0-fold to 100-fold minimum ChIP  
158 enrichment. This is in contrast with CTCF, BEAF-32, Su(Hw), and CP190, none of  
159 which exhibited a monotonic relationship between peak strength and the frequency of  
160 overlap with loop anchors (Fig. 2C and S2). To ensure that these results reflected the  
161 presence of Pc, rather than off-target binding by the antibody that was employed for  
162 ChIP, we analyzed ChIP-seq data from a second antibody against Pc (15) and obtained  
163 essentially the same results (Fig. S3).

164

165 The presence of strong Pc ChIP sites that are not associated with loop anchors may  
166 reflect the presence of chromatin loops that we cannot detect. Especially in the case of  
167 strong Pc ChIP sites separated by only a few kilobases, it is difficult to identify focal  
168 peaks in the Hi-C map due to the strong signal along the diagonal.

169

### 170 **PRC1 Loops Are Associated with Gene Repression**

171 We found that Pc ChIP sites enriched at least 30-fold were not only particularly large (in  
172 terms of 1D extent along the DNA sequence, see for instance Pc ChIP track in Fig. 2A  
173 and 2B), but the majority of these sites (64.2% versus 21.8% for random shuffle control)

174 contained both GAGA and PHO motifs, which are characteristic of polycomb response  
175 elements bound by PRC1 (16). We therefore refer to the anchors found at such sites as  
176 “PRC1 loop anchors”. Loop anchors were 11.5-fold enriched relative to random shuffle  
177 control at these sites, which accounted for 26% of all loop anchors and 26.2% of Pc  
178 sites.

179  
180 A large fraction (32.7%) of PRC1 loop anchors were found at promoters of important  
181 developmentally regulated genes, including those for the homeotic PcG target genes  
182 *Antennapedia* (*Antp*) and *Sex combs reduced* (*Scr*) at the Antennapedia Hox gene  
183 complex (ANT-C) (Fig. 3A), as well as *invected* (*inv*) and *engrailed* (*en*) (Fig. 3B). Gene  
184 ontology (GO) term analysis indicated that genes involved in regulating transcription  
185 and development were particularly enriched at PRC1 loop-anchor promoters (Fig. 3C  
186 and Table S4).

187  
188 PRC1 loop-anchor promoters were less likely to be expressed than promoters at loop  
189 anchors not bound by PRC1 (0 compared to 3 median RPKM expression level,  $P = 8.32$   
190  $\times 10^{-4}$ ; one-sided Mann–Whitney *U*-test) or promoters not bound by PRC1 and not at  
191 loop anchors (0 compared to 3 median RPKM expression level,  $P = 1.03 \times 10^{-3}$ ; one-  
192 sided Mann–Whitney *U*-test) (Fig. 3D). Maximum expression levels of promoters at  
193 PRC1 loop anchors were less than that of promoters bound by PRC1 but not at loop  
194 anchors, even though median expression levels did not significantly differ. A similar  
195 result was obtained for promoters at loop anchors not bound by PRC1 compared to  
196 promoters not at loop anchors and not bound by PRC1 (Fig. 3D). Taken together, these

197 results suggest a strong relationship between gene repression and chromatin looping,  
198 but whether loops cause gene repression or form as a consequence of gene inactivity  
199 remains to be determined.

200

## 201 **DISCUSSION**

202 The locations of loop anchors in *Drosophila* determined here are notable both for  
203 correlations with CHIP-seq data and for the lack thereof. The lack of correlation with  
204 locations of CTCF protein was unexpected, inasmuch as most loop anchors in  
205 mammals are associated with CTCF protein, apparently bound to CTCF sequence  
206 motifs in a convergent orientation (3, 10). There are evidently multiple patterns of  
207 protein association with loop anchors in metazoans. The association of loop anchors in  
208 *Drosophila* with Pc protein is noteworthy because it points to a role of looping not only in  
209 gene activation, as widely observed in the past, but in gene repression as well.

210

211 Regions of PcG-repressed chromatin (“PcG domains”) that are separated by hundreds  
212 of kilobases to megabases are known to be in enhanced spatial proximity (4, 17, 18),  
213 but details of their internal organization have only been investigated by averaging over  
214 many PcG domains (16). The high resolution of our Hi-C contact maps revealed  
215 chromatin loops within individual PcG domains, giving insight into their internal  
216 organization. PRC1 is known to compact nucleosome arrays *in vitro* (19). Knockdown  
217 of the PRC1 subunit Polyhomeotic (Ph) *in vivo* decompacts PcG-repressed chromatin  
218 (20), and Ph that is unable to polymerize impairs the ability of PRC1 to form clusters

219 (21). Together with these findings, our results suggest that PRC1-bound chromatin  
220 loops within PcG-repressed domains either establish or maintain a condensed state.

221  
222 Previous analyses by 3C have pointed to associations of PcG proteins with chromatin  
223 loops for the Bithorax complex (BX-C) in S2 cells (22), for *inv* and *en* in BG3 and Sg4  
224 cells (23), and for an embryonic, pupae, and adult transgenic reporter system (24). Our  
225 Hi-C data are, however, at higher resolution and genome-wide. Higher resolution  
226 allowed more comprehensive analysis, such as the unambiguous identification of loops  
227 and the segmentation of ANT-C into a series of TADs with one or two homeotic gene  
228 promoters per TAD (Fig. S4). Genome-wide analysis revealed both the pervasive  
229 nature of Pc protein association and the absence of significant CTCF protein  
230 association, despite conservation of CTCF from *Drosophila* to human (25).

231  
232 Another report on *Drosophila* chromatin loops in Kc167 cells appeared while our  
233 manuscript was in preparation (26). The other authors noted an enrichment of cohesin  
234 but a lack of *Drosophila* CTCF at loop anchors, consistent with our observations. The  
235 other authors did not mention Polycomb, but our analysis of their data revealed an  
236 enrichment of loop anchors at Pc ChIP peaks and an enrichment of Pc ChIP peaks at  
237 loop anchors (Fig. S5). We find a likelihood of repression of promoters at Pc-bound  
238 loop anchors, especially for developmental genes; the other authors observed an  
239 enrichment of active developmental enhancers at loop anchors, possibly because these  
240 are among the many loop anchors not bound by Pc, or because the chromatin at these

241 loop anchors is bivalent, bound by non-histone proteins and histone post-translational  
242 modifications associated with both gene activation and repression (27).

243

244 The occurrence of PRC1 at loop anchors could reflect a role in loop formation similar to  
245 that proposed for CTCF in mammals, wherein cohesin-complexes extrude loops, in a  
246 process halted upon reaching bound CTCF (10, 28, 29). Consistent with this model, a  
247 large majority (72.8%) of *Drosophila* loop anchors are bound by the Rad21 subunit of  
248 cohesin. Regardless of whether PRC1 performs such a role, additional proteins must  
249 be involved, because PRC1 is present at only 26% of *Drosophila* loop anchors.

250

## 251 **MATERIALS AND METHODS**

### 252 **Hi-C**

253 Hi-C was performed using the tethered conformation capture approach (8, 30), which  
254 improves the signal-to-noise ratio needed for detection of chromatin loops. In brief,  
255 *Drosophila melanogaster* Kc167 cultured cells were fixed with 1% EM grade  
256 paraformaldehyde. Cells were lysed and cross-linked proteins were biotinylated at  
257 cysteine residues and the DNA digested with DpnII. Digested chromatin was bound to  
258 streptavidin beads, thoroughly washed to remove uncross-linked DNA, DNA ends filled  
259 in with biotin-14-dATP, and free DNA ends ligated together. DNA-protein cross-links  
260 were reversed, DNA purified, biotinylated nucleotides marking unligated ends removed,  
261 and the DNA sheared to approximately 500 bp. The biotinylated DNA was pulled down  
262 with streptavidin beads, prepared for and subjected to high-throughput Illumina DNA  
263 sequencing. Further details provided in *SI Appendix, Supplementary Materials and*  
264 *Methods*.

265

### 266 **Hi-C Analysis**

267 Hi-C data was analyzed using the Juicer pipeline as previously described (3, 31). In  
268 brief, Hi-C reads were mapped to the dm3 reference genome using BWA-MEM.  
269 Aligned reads were assigned to restriction fragments, duplicates removed, reads with a  
270 MAPQ < 30 removed, and intra-fragment reads removed. The genome was then  
271 divided into equally spaced bins and the number of contacts was counted in each pair of  
272 bins. Hi-C contact maps were normalized by matrix balancing (3, 31).

273

274 TADs were identified using the previously described Arrowhead algorithm (3, 31) and  
275 loops were identified by visual inspection and manual annotation using Juicebox (32).

276 Further details provided in *SI Appendix, Supplementary Materials and Methods*.

277

278 External datasets used in this study can be found in Table S5.

279

280 **AUTHOR CONTRIBUTIONS**

281 K.P.E. conceived the project, designed the study, performed Hi-C experiments, and  
282 analyzed the data. All authors discussed and interpreted the results. K.P.E. and R.D.K.  
283 wrote the manuscript with comments from E.L.A.

284

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295

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- 368

369 **SI APPENDIX**

370 **SUPPLEMENTARY MATERIALS AND METHODS**

371 **Cell Culture**

372 Kc167 cells were obtained from the Drosophila Genomics Resource Center  
373 (Bloomington, IN). Cells were grown in CCM3 media (HyClone) at 25° C.

374

375 **Hi-C Library Preparation**

376 Hi-C libraries were prepared using a modification of the previously described tethered  
377 conformation capture (TCC) (8, 30) protocol. 1 billion Kc167 cells at a density of 4-6 x  
378 10<sup>6</sup> cells/mL were washed with 20 mL CMM3 media and then cross-linked with 1% EM-  
379 grade paraformaldehyde in 450 mL CCM3 media for 10 minutes at room temperature  
380 while mixing. Paraformaldehyde was quenched by adding 29.8 mL 2.5 M glycine (150  
381 mM final) and incubating for 5 minutes at room temperature while mixing. Cells were  
382 washed with 10 mL ice-cold PBS, pelleted, flash frozen in liquid nitrogen and stored at -  
383 80° C.

384

385 Cells were thawed, resuspended in 10 mL lysis buffer (10 mM Tris-HCl pH 8.0, 10 mM  
386 NaCl, 0.2% Igepal CA-630, 1 mM PMSF, 2 mM bezamidine, 2 μM pepstatin A, 0.6 μM  
387 leupeptin), and then incubated on ice for 15 minutes. Cells were transferred to a 15 mL  
388 Dounce homogenizer and lysed by applying 15 strokes of pestle B, cooled on ice for 1  
389 minute, followed by applying another 15 strokes of pestle B. The lysate was centrifuged  
390 at 2,500 x g for 5 minutes, the pellet washed with 5 mL lysis buffer, centrifuged again at  
391 2,500 x g for 5 minutes, the pellet resuspended in 4.6 mL of wash buffer 1 (50 mM Bis-

392 Tris-HCl pH 6.0, 100 mM NaCl, 10 mM MgCl<sub>2</sub>, 0.1% SDS), incubated at 65° C for 10  
393 minutes, and then immediately cooled on ice.

394  
395 1.4 mL 25 mM EZ-link Iodoacetyl-PEG2-Biotin (IPB; in wash buffer 1; Thermo Scientific)  
396 was added to the sample and incubated for 1 hour at room temperature while rotating.  
397 600 µL of 10% Triton X-100 was added, gently mixed, then 160 µL of 50 U/µL DpnII  
398 (NEB) was added and the sample incubated at 37° C for 2 hours while rotating. 1.298  
399 mL 10% SDS was added, incubated at 65° C for 30 minutes, and then immediately  
400 cooled on ice. The sample was added to a 20 kD MWCO, 3-12 mL Slide-A-Lyzer  
401 Dialysis Cassette (Thermo Scientific) and dialyzed at room temperature against 4 L of  
402 dialysis buffer (10 mM Tris-HCl pH 8.0, 1 mM EDTA). After 2 hours the buffer was  
403 replaced with 4 L of fresh dialysis buffer and dialysis continued overnight.

404  
405 800 µL of Dynabeads MyOne Streptavidin T1 beads (Life Technologies) were washed  
406 three times with 2 mL PBST (PBS + 0.01% Tween 20) and then resuspended in 1 mL  
407 PBST. The dialyzed sample was rapidly added to the beads and incubated at room  
408 temperature for 30 minutes while rotating. 50 µL of 25 mM neutralized IPB (treated with  
409 10-fold excess β-mercaptoethanol) was added to the sample and then incubated at  
410 room temperature for 15 minutes while rotating.

411  
412 Beads were washed once with 3 mL PBST, twice with 3 mL wash buffer 2 (10 mM Tris-  
413 HCl pH 8.0, 50 mM NaCl, 0.4% Triton X-100), resuspended in 1 mL of wash buffer 2,

414 and divided across 5 equal volume aliquots. 190  $\mu$ L of a fill-in master mix (654  $\mu$ L  
415 water, 11  $\mu$ L 1 M  $MgCl_2$ , 110  $\mu$ L NEBuffer 2, 7.7  $\mu$ L 10 mM dTTP, 7.7  $\mu$ L 10 mM dCTP,  
416 7.7  $\mu$ L 10 mM dGTP $\alpha$ S, 192.5  $\mu$ L 0.4 mM Biotin-14-dATP, 44  $\mu$ L 10% Triton X-100) was  
417 added to each aliquot followed by 10  $\mu$ L of 5 U/ $\mu$ L DNA Polymerase I, Large (Klenow)  
418 Fragment (NEB) and then incubated at 37° C for 75 minutes while rotating. The  
419 reaction was stopped with 10  $\mu$ L 0.5 M EDTA.

420  
421 Each aliquot of beads was washed twice with 500  $\mu$ L wash buffer 3 (50 mM Tris-HCl pH  
422 7.4, 0.4% Triton X-100, 0.1 mM EDTA) and then resuspended in 500  $\mu$ L of wash buffer  
423 3. 8.99 mL of a ligation master mix (37.972 mL water, 5.179 mL 10% Triton X-100,  
424 5.179 mL 500 mM Tris-HCl pH 7.5, 100 mM  $MgCl_2$ , 556  $\mu$ L 10 mg/mL BSA, 556  $\mu$ L 100  
425 mM ATP, 556  $\mu$ L 1 M DTT) was added to each aliquot followed by 10  $\mu$ L 2,000 U/ $\mu$ L T4  
426 DNA Ligase (NEB) and then incubated at room temperature for 4 hours while rotating.  
427 The reaction was stopped with 400  $\mu$ L 0.5 M EDTA.

428  
429 Beads were collected with a magnet, the supernatant discarded, and the beads  
430 resuspended in 300  $\mu$ L of extraction buffer (50 mM Tris-HCl pH 8.0, 100 mM NaCl, 1  
431 mM EDTA, 0.2% SDS). 25  $\mu$ L 800 U/mL proteinase K (NEB) was added to each aliquot  
432 and each aliquot was incubated at 65° C overnight.

433

434 Beads were collected with a magnet and the supernatant transferred to a fresh tube.  
435 The DNA was precipitated with ethanol, washed twice with 70% ethanol, and all aliquots  
436 combined and resuspended in a total volume of 75  $\mu$ L 10 mM Tris-HCl pH 8.0. The  
437 sample was incubated at 42° C for 15 minutes followed by addition of 5  $\mu$ L 1 mg/mL  
438 RNase A and incubation at 37° C for 30 minutes. DNA concentration was determined  
439 with a Qubit dsDNA HS Assay.  
440  
441 7  $\mu$ L water, 10  $\mu$ L 10x NEBuffer 1, 1  $\mu$ L 10 mg/mL BSA, and 3  $\mu$ L 100 U/ $\mu$ L exonuclease  
442 III was added to 79  $\mu$ L of DNA (no more than 10  $\mu$ g DNA per reaction, if more than 10  
443  $\mu$ g multiple reactions were performed in parallel), and incubated at 37° C for 1 hour.  
444 The reaction was stopped by adding 2  $\mu$ L 0.5 M EDTA, 2  $\mu$ L 5 M NaCl, and incubating  
445 at 70° C for 20 minutes. Total sample volume was adjusted to 130  $\mu$ L.  
446  
447 DNA was sheared to 500 bp with a Covaris S2 at duty cycle 10%, intensity 4, 200  
448 cycles/burst for 55 seconds. 125  $\mu$ L of sample was transferred to a fresh tube and the  
449 DNA was size-selected by first adding 68.8  $\mu$ L (0.55x volumes) of SPRIselect beads  
450 (Beckman), vortexed to mix, and incubated at room temperature for 5 minutes. Beads  
451 were collected with a magnet, the supernatant transferred to a fresh tube. 25  $\mu$ L of  
452 SPRIselect beads were added to the supernatant, vortexed to mix, and incubated at  
453 room temperature for 5 minutes. Beads were collected with a magnet, the supernatant  
454 discarded, and, while still on the magnet, the beads were washed twice with 200  $\mu$ L

455 85% ethanol and then air dried. DNA was eluted by resuspending the beads in 53  $\mu$ L of  
456 10 mM Tris-HCl pH 8.0 and incubated at room temperature for 5 minutes. Beads were  
457 collected with a magnet, and 51  $\mu$ L of the eluate was transferred to a fresh tube. DNA  
458 concentration was determined with a Qubit dsDNA HS Assay.

459  
460 DNA was initially prepared for high-throughput sequencing following the directions for  
461 “NEBNext End Prep” and “Adaptor Ligation” in the NEBNext Ultra II DNA Library Prep  
462 Kit for Illumina (NEB) (if more than 1  $\mu$ g of DNA, multiple reactions were performed in  
463 parallel). 50  $\mu$ L of Dynabeads MyOne Streptavidin C1 beads (Life Technologies) were  
464 washed twice with 100  $\mu$ L 1x B&W buffer + 0.05% Tween 20 (2x Bind & Wash (B&W)  
465 buffer: 10 mM Tris-HCl pH 7.5, 2 M NaCl, 1 mM EDTA) and then resuspended in 86.5  
466  $\mu$ L of 2x B&W buffer. Adaptor-ligated DNA was added to the beads and incubated at  
467 room temperature for 30 minutes while rotating. Beads were collected with a magnet,  
468 the supernatant discarded, the beads washed twice with 100  $\mu$ L 1x B&W buffer + 0.05%  
469 Tween 20, and then twice with 100  $\mu$ L 10 mM Tris-HCl pH 8.0, 1 mM EDTA.

470  
471 DNA was eluted by resuspending the beads in 5  $\mu$ L of 95% freshly deionized  
472 formamide, 10 mM EDTA pH 8.0, and incubating at 90° C for 10 minutes. The beads  
473 were then cooled to room temperature and collected with a magnet. The supernatant  
474 was transferred to a fresh tube and mixed with 15  $\mu$ L 10 mM Tris-HCl pH 8.0.

475

476 The optimal number of PCR cycles for library amplification was determined by setting  
477 up an analytical qPCR reaction: 1  $\mu$ L water, 1  $\mu$ L eluted DNA, 1  $\mu$ L primer mix (2.5  $\mu$ M  
478 NEB Universal PCR Primer, 2.5  $\mu$ M NEB Index Primer, 2.5 mM  $MgCl_2$ , 5x SYBR Green  
479 I, 5x ROX), 2.5  $\mu$ L NEBNext Ultra II Q5 Master Mix. The sample was thermocycled on a  
480 qPCR machine at 98° C for 30 seconds followed by 25 cycles of 98° C for 10 seconds,  
481 65° C for 75 seconds. The linear Rn versus cycle number was plotted to determine the  
482 cycle number corresponding to one-third of maximum fluorescence. Final library  
483 amplification was performed by setting up the following PCR in duplicate: 10.5  $\mu$ L water,  
484 2.5  $\mu$ L 10 mM  $MgCl_2$ , 1  $\mu$ L 25  $\mu$ M NEB Universal PCR Primer, 1  $\mu$ L 25  $\mu$ M NEB Index  
485 Primer, 10  $\mu$ L eluted DNA, 25  $\mu$ L NEBNext Ultra II Q5 Master Mix. The sample was  
486 thermocycled at 98° C for 30 seconds followed by 3 or 4 cycles (as determined above)  
487 of 98° C for 10 seconds, 65° C for 75 seconds, followed by 65° C for 5 minutes, and  
488 then held at 4° C. The amplified library was purified as in “Cleanup of PCR  
489 Amplification” in the NEBNext Ultra II DNA Library Prep Kit for Illumina (NEB), adjusting  
490 the volumes as necessary. The DNA was eluted in 17  $\mu$ L 10 mM Tris-HCl pH 8.0 and  
491 15  $\mu$ L was collected as the final eluate.

492  
493 DNA concentration was determined with a Qubit dsDNA HS Assay, DNA integrity  
494 determined by a Bioanalyzer High Sensitivity DNA Chip, and then accurately quantified  
495 using a KAPA Library Quantification Kit. DNA was paired-end sequenced on an  
496 Illumina NextSeq 500 or HiSeq X instrument.

497

## 498 **Hi-C Data Processing**

499 Data was processed as previously described (3, 31). In brief, reads were mapped to  
500 dm3/BDGP Release 5 of the *Drosophila melanogaster* genome using BWA-MEM, reads  
501 were assigned to restriction fragments, duplicates removed, reads with a MAPQ < 30  
502 removed, and intra-fragment reads removed. The genome was then divided into  
503 equally spaced bins and the number of contacts was counted in each pair of bins.

504

505 We noticed at kilobase and sub-kilobase resolution many empty row/columns of the  
506 matrix due to restriction fragments spanning multiple bins. Therefore, for high resolution  
507 maps, to account for the uncertainty in the location of the position of the cross-link within  
508 each restriction fragment, we randomized the read position within the restriction  
509 fragment each read mapped to and then assigned the resulting contact to its respective  
510 genomic bin. This improved the quality of the maps as “missing data” was now  
511 “recovered” without changing the position of loops or TADs. All subsequent analysis  
512 was performed using randomized intrafragment read positions. Based on the previously  
513 established metric for Hi-C map resolution (3), the resolution of our Hi-C contact maps  
514 is 260 bp. However, this approaches the median restriction fragment length for DpnII  
515 (193 bp) and, consequently, may overestimate the true resolution. For the dm3  
516 reference genome 77.1% of restriction fragments are shorter than 500 bp, which  
517 indicates an appropriate lower bound for map resolution while at the same time  
518 recovering high-resolution information from deeply sequenced *Drosophila* Hi-C libraries.

519 Therefore, using the previously defined metric (3), we have attained the maximum  
520 possible resolution using DpnII for fragmentation or “sub-kilobase” resolution.

521  
522 Hi-C contact maps were normalized by matrix balancing using the KR normalization  
523 algorithm (3, 31, 33). All subsequent analysis was performed on KR normalized contact  
524 maps. Reproducibility between biological replicates was determined by flattening the  
525 Hi-C matrices to vectors and calculating the Pearson’s correlation coefficient ( $r$ )  
526 between the vectors. Biological replicates were highly correlated at all resolutions  
527 (Extended Data Fig. 1D). Therefore, datasets were merged after filtering, intrafragment  
528 read positions randomized as described above, and the combined contact map KR  
529 normalized. All subsequent analysis was performed on the combined, KR normalized  
530 contact map.

531  
532 TADs were identified using the previously described Arrowhead algorithm (3, 31),  
533 except with the addition of a post-processing step. This step was necessary as the  
534 Arrowhead algorithm applied at 500 bp resolution skipped some obvious larger  
535 domains, whereas the Arrowhead algorithm applied at 5 kb resolution cannot identify  
536 smaller domains. Therefore, TADs were identified at 5 kb, 2 kb, 1 kb, and 500 bp  
537 resolution using the Arrowhead algorithm, merged into a single list sorted by decreasing  
538 corner score, and conflicts, defined as the boundary of one TAD being located within  
539 another TAD, resolved by using the greater corner score of any conflicting TADs. Use  
540 of the greater corner score ensures that the most prominent, high confidence TADs are  
541 identified. Although this procedure precludes the identification of nested TADs, visual

542 inspection of the resulting TAD annotation revealed excellent agreement with Hi-C  
543 contact maps and is consistent with prior annotations of non-nested TADs in *Drosophila*  
544 (4, 9).

545  
546 *Drosophila* loops were manually annotated by visual identification of focal peaks of  
547 contact enrichment using Juicebox (32). The number of Hi-C contacts at peak pixels  
548 was enriched relative to four local neighborhoods (donut, bottom left, horizontal, vertical;  
549 see reference 3 for full definitions) and this enrichment was significantly greater than the  
550 enrichment at a control set of randomly shuffled loops (as described below) thereby  
551 validating our manual loop annotation (Fig. S6). For all subsequent analysis, the central  
552 1 kb of each loop anchor was used.

553  
554 We also used the HiCCUPS algorithm (3, 31) to annotate chromatin loops. HiCCUPS  
555 was run with options -k KR -r 1000 -f 0.001 -p 10 -i 20 -t 0.02,2.5,2.5,2.5 -d 20000. We  
556 further filtered the loop list by requiring loops to be greater than 10 kb in size (due to the  
557 strong signal along the diagonal, it is hard to unambiguously identify very small loops),  
558 to result from collapsing more than 3 enriched pixels to a single peak pixel (to eliminate  
559 single, double, or triple pixel blowouts from being called a loop), and to be on  
560 chromosome X, 2L, 2R, 3L, 3R, or 4. This resulted in 206 loops. Using the manually  
561 annotated loop list as a gold standard (3), HiCCUPS had a 75.6% false positive rate  
562 and a 57.5% false negative rate. This elevated error rate is likely due to the fact that  
563 HiCCUPS was designed to annotate loops in mammals. Visual inspection of the  
564 HiCCUPS-annotated loops identified that the majority of false positives were due to the

565 small feature size of *Drosophila* loops and especially TADs, which made HiCCUPS loop  
566 annotation difficult at high resolution and resulted in compartment flips being falsely  
567 identified as loops. Due to the extremely high false positive rate we only report results  
568 using the manual annotation. However, Pc and Rad21 were also significantly enriched  
569 at HiCCUPS-annotated loop anchors (Fig. S7) validating conclusions from our manual  
570 annotation. As expected for any annotation with many false positives, the enrichment of  
571 Pc and Rad21 at HiCCUPS-annotated loop anchors was less than that for manually-  
572 annotated loop anchors.

573

#### 574 **Relationships between Loops and TADs**

575 To determine if loops are spatially close to TADs, we determined the Euclidean distance  
576 (i.e. the two-dimensional distance between pixels  $i_1, j_1$  and  $i_2, j_2$  in the Hi-C matrix; see  
577 reference 8) between a loop (i.e. focal peak of contact enrichment) and the closest TAD  
578 corner (smallest Euclidean distance) for all loops. Since TAD sizes differ between flies  
579 and humans the Euclidean distance was normalized by the size of the closest TAD for  
580 each loop in the respective species.

581

582 To determine if loops overlapped TAD corners, that is if loops demarcate TADs, for  
583 every loop at location  $M_{i,j}$  we determined if there was a TAD corner within distance  
584  $0.2*|i-j|$  of the loop (3). The procedure was repeated for every TAD with TAD corner at  
585  $M_{i,j}$  to assess the overlap of TADs with loops.

586

#### 587 **Enrichment of Loop Anchors at Non-histone Protein Binding Sites**

588 ChIP-seq reads were mapped to chromosomes X, 2L, 2R, 3L, 3R, and 4 of the  
589 dm3/BDGP Release 5 of the *Drosophila melanogaster* genome using bowtie2 with  
590 option --very-sensitive. Reads were filtered to include only properly paired reads and  
591 reads with a MAPQ  $\geq 30$ . PCR duplicates were removed with picard. MACS2 (34)  
592 was used to call peaks by running macs2 callpeak with parameters --SPMR --keep-dup  
593 -g dm -f BAMPE and signal tracks were computed by running macs2 bdgcmp with  
594 parameter -m FE. Histone modification ChIP-seq data was processed as above, except  
595 the macs2 callpeak parameters --SPMR --keep-dup all --nomodel --nolambda --broad -g  
596 dm -f BAMPE were used.

597

598 The percentage of unique loop anchors at non-histone protein binding sites was  
599 calculated by dividing the number of loop anchors overlapping a ChIP-seq peak by the  
600 total number of loop anchors.

601

602 For each ChIP-seq dataset we iterated through the list of unique loop anchors counting  
603 how many unique loop anchors overlapped with a ChIP-seq peak. We then used  
604 bootstrapping to estimate the expected random distribution of counts and to get the  
605 significance of enrichment of unique loop anchors at ChIP-seq peaks. This is done by  
606 shuffling the order of unique loop anchors while ensuring that anchors remain on their  
607 respective chromosome, are not merged in the shuffle, and are excluded from genome  
608 assembly gaps. Then, we counted how many shuffled, unique loop anchors overlapped  
609 with a ChIP-seq peak. This procedure was repeated 10,000 times generating a new  
610 count each time. Enrichments and 95% confidence intervals are then determined by

611 comparing the observed count of unique loop anchors overlapping ChIP-seq peaks to  
612 the distribution of shuffled counts.

613

#### 614 **Enrichment/Depletion of Loops and Loop Anchors Within Epigenetic Classes**

615 For each epigenetic class as defined in reference 12 we iterated through the list of loops  
616 and unique loop anchors counting how many loops/anchors overlapped in their entirety  
617 with each epigenetic class. Enrichment/depletion of loops/anchors in each epigenetic  
618 class was determined by counting how many unique loops/anchors overlapped in their  
619 entirety with an epigenetic class relative to a random shuffle control of loops/anchors  
620 using the bootstrapping approach described above, except that a Z-score and p-value  
621 for each epigenetic class was used to assess enrichment/depletion by comparing the  
622 observed count of unique loops/anchors in each epigenetic class to the distribution of  
623 shuffled counts.

624

625 The percentage of loops/anchors lying within each epigenetic was calculated by dividing  
626 the number of loops/anchors within each epigenetic class by the total number of  
627 loops/anchors. Only loops/anchors where the entire loop/anchor overlapped an  
628 epigenetic class were considered. Since many loops/anchors overlap two or more  
629 epigenetic classes the total percentage of loops/anchors lying within each epigenetic  
630 class does not sum to 100%.

631

#### 632 **PHO and GAGA Motifs at PRC1 Loop Anchors**

633 PHO and GAGA motif position weight matrices were based on (35). Motifs were  
634 identified using STORM (36) and the percentage of PRC1 loop anchors containing both  
635 PHO and GAGA motifs was calculated by dividing the number of PRC1 loop anchors  
636 overlapping both a PHO and GAGA motif with the total number of PRC1 loop anchors.  
637 10,000 random shuffles of PRC1 loop anchors, similar to that described above, was  
638 used as a control. Unique PRC1 loop anchors were identified as those loop anchors  
639 overlapping a *Pc* ChIP-seq peak with 30-fold or greater ChIP enrichment.

640

#### 641 **Gene Expression at Loop Anchors**

642 RNA-seq data from modENCODE (37) (modENCODE accession modENCODE\_4395)  
643 was downloaded from release 5.57 of FlyBase  
644 ([ftp://ftp.flybase.net/releases/FB2014\\_03/precomputed\\_files/genes/gene\\_rpkm\\_report\\_f](ftp://ftp.flybase.net/releases/FB2014_03/precomputed_files/genes/gene_rpkm_report_fb_2014_03.tsv.gz)  
645 [b\\_2014\\_03.tsv.gz](ftp://ftp.flybase.net/releases/FB2014_03/precomputed_files/genes/gene_rpkm_report_fb_2014_03.tsv.gz)). RPKM values were extracted for protein-coding genes (13,931 in  
646 total) from the Kc167 cell line dataset (FlyBase ID: FB1c0000269).

647

648 The percentage of unique PRC1 loop anchors at gene promoters (defined as the set of  
649 1 kb windows centered on the transcription start site for each gene) was calculated by  
650 dividing the number of unique PRC1 loop anchors overlapping a gene promoter by the  
651 total number of unique PRC1 loop anchors.

652

653 Significant differences between RNA-seq RPKM values between PRC1 loop-anchor  
654 promoters, promoters bound by PRC1 not at loop anchors, promoters at loop anchors

655 not bound by PRC1, and promoters not at loop anchors and not bound by PRC1 were  
656 compared using a one-sided Mann–Whitney *U*-test.

657  
658 GO term enrichment was performed using DAVID (38) 6.8 Beta (May 2016  
659 knowledgebase) with default parameters. Only GO terms with a Benjamini corrected *P*-  
660 value less than or equal to  $10^{-3}$  were considered. REVIGO (39) was used to remove  
661 redundant GO terms with default parameters except a cut-off value (*C*) of 0.5 was used  
662 and the size of the GO term database was set using the *Drosophila melanogaster* GO  
663 annotation database. Reduced redundancy GO term analysis is shown in Fig. 3D,  
664 complete GO term analysis is shown in Extended Data Table 3. No cellular component  
665 GO terms were significantly enriched.

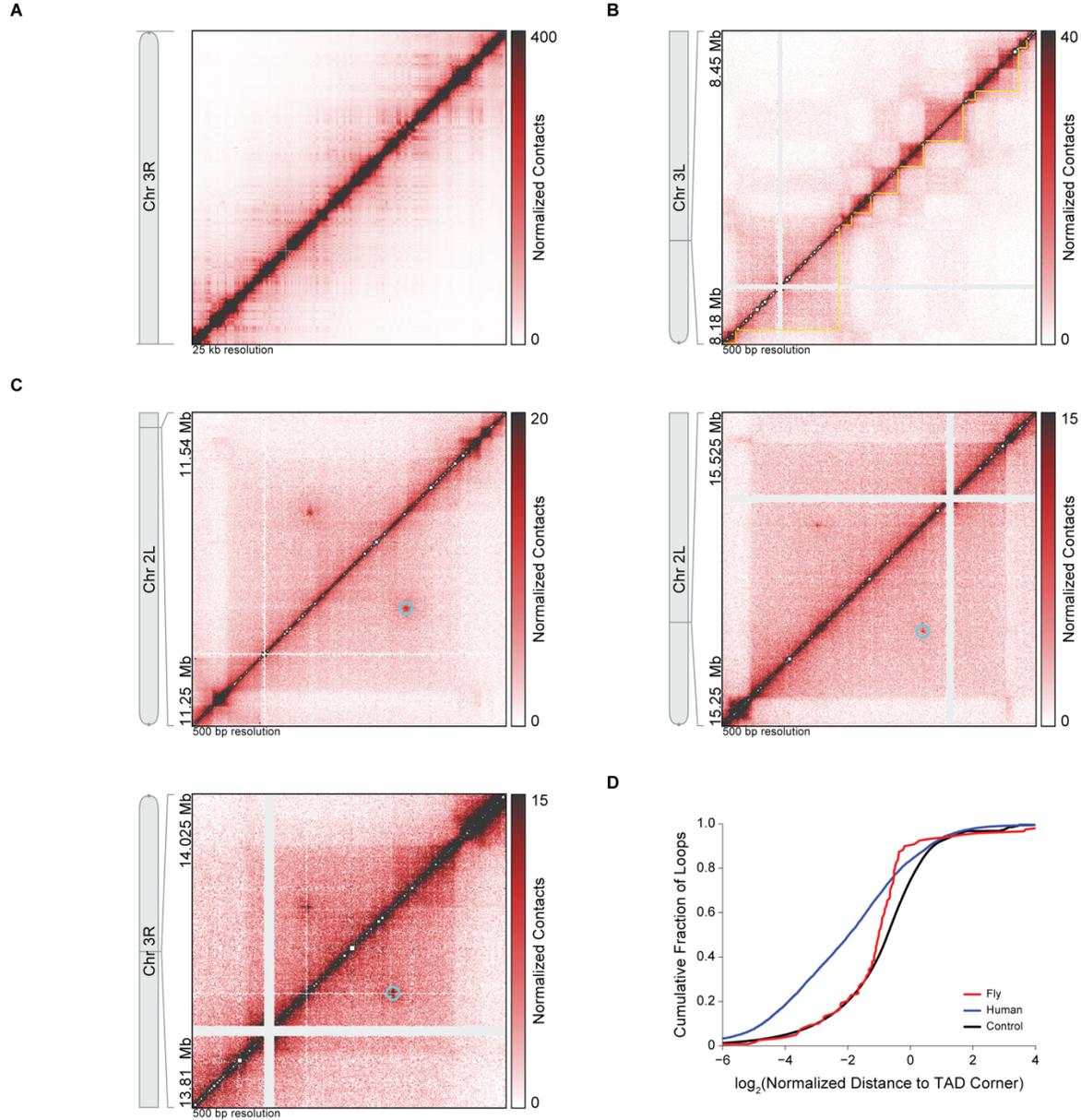
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- 683

Figure 1



684

685 **Fig. 1. Sub-kilobase resolution Hi-C identifies *Drosophila* chromatin loops.**

686 **(A)** Intra-chromosome 3R Hi-C contact map at 25 kb resolution shows off-diagonal  
687 boxes of alternating enriched or depleted contacts indicative of compartments.

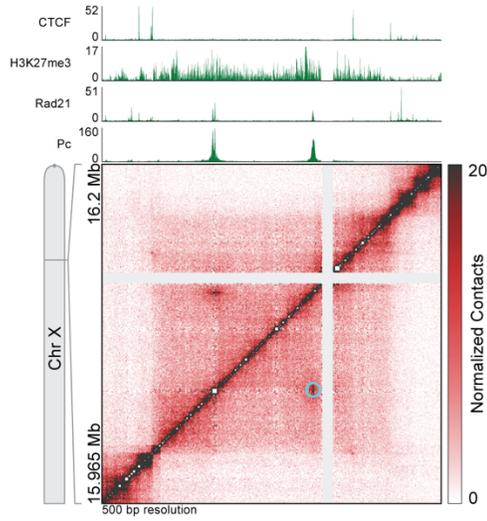
688 **(B)** Hi-C contact map at 500 bp resolution of a region of chromosome 3L shows TADs  
689 (yellow outlines) as boxes of enriched contact frequency tiling the diagonal. On-  
690 diagonal boxes (TADs) align with off-diagonal boxes indicative of compartmentation.

691 **(C)** Hi-C contact maps at 500 bp resolution reveal the presence of chromatin loops,  
692 identified as focal peaks of contact enrichment (cyan circles).

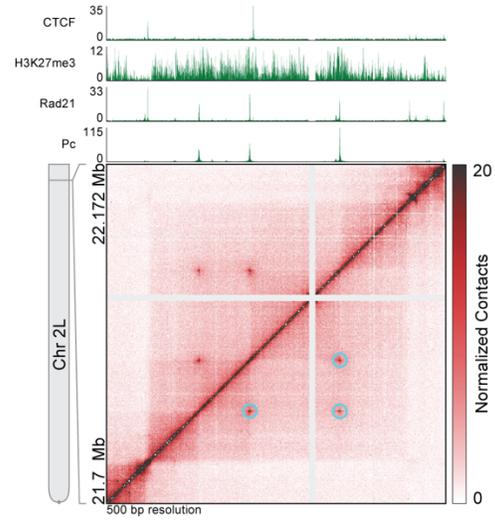
693 **(D)** Cumulative distributions of the two-dimensional Euclidean distance between a loop  
694 and the closest TAD corner for *Drosophila* loops (red), human loops (blue), and the  
695 mean of 10,000 shuffled sets of *Drosophila* loops (black) with 95% confidence interval  
696 (gray shading). *Drosophila* loops are farther from TAD corners than human loops ( $P =$   
697  $3.79 \times 10^{-11}$ ; two-sided KS test), but closer to TAD corners than the shuffled control ( $P =$   
698  $5.89 \times 10^{-9}$ ; two-sided KS test). Distance is normalized by TAD size.

699

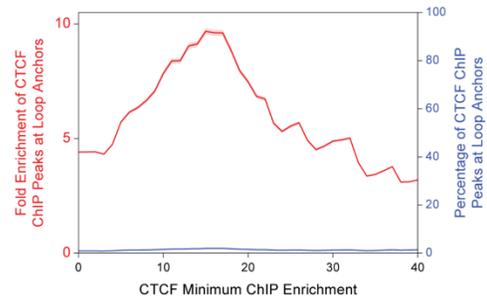
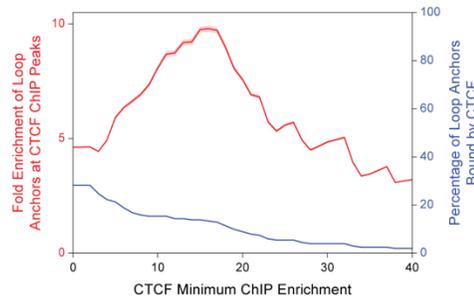
**Figure 2 A**



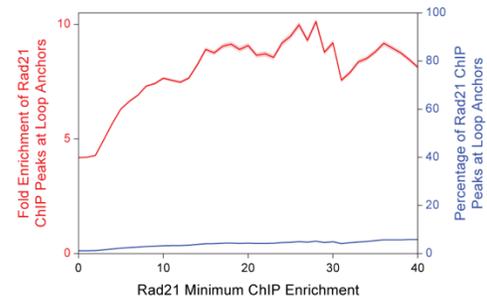
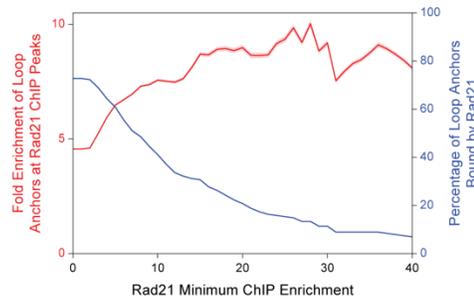
**B**



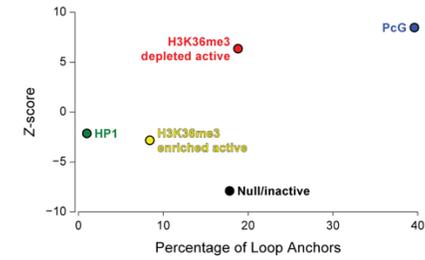
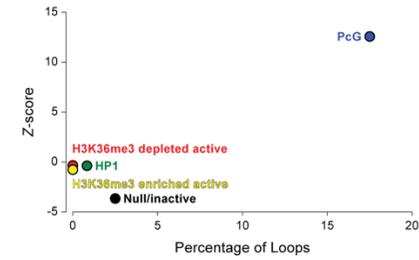
**C**



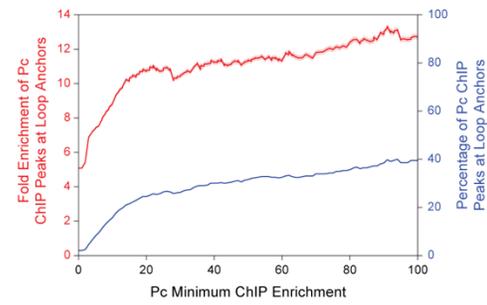
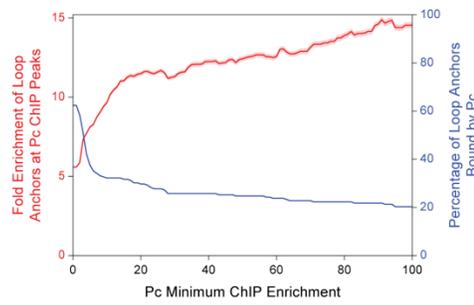
**D**



**E**



**F**



701 **Fig. 2. *Drosophila* loop anchors are bound by PRC1.**

702 **(A)** Hi-C contact map at 500 bp resolution of a region of chromosome X shows  
703 chromatin loops (cyan circles) that align with *Pc* ChIP-seq peaks. CTCF, histone  
704 H3K27me3, Rad21, and *Pc* ChIP-seq profiles are aligned above the map.

705 **(B)** Hi-C contact map at 500 bp resolution of a region of chromosome 2L shows a small  
706 network of chromatin loops (cyan circles) that align with *Pc* ChIP-seq peaks. CTCF,  
707 histone H3K27me3, Rad21, and *Pc* ChIP-seq profiles are aligned above the map.

708 **(C)** Left, fold enrichment of loop anchors at CTCF ChIP peaks (red) and percentage of  
709 loop anchors bound by CTCF (blue) at the CTCF minimum ChIP enrichment indicated  
710 on the abscissa. Right, fold enrichment of CTCF ChIP peaks at loop anchors (red) and  
711 percentage of CTCF ChIP peaks at loop anchors (blue) at the CTCF minimum ChIP  
712 enrichment indicated on the abscissa. Red shading indicates 95% confidence interval.

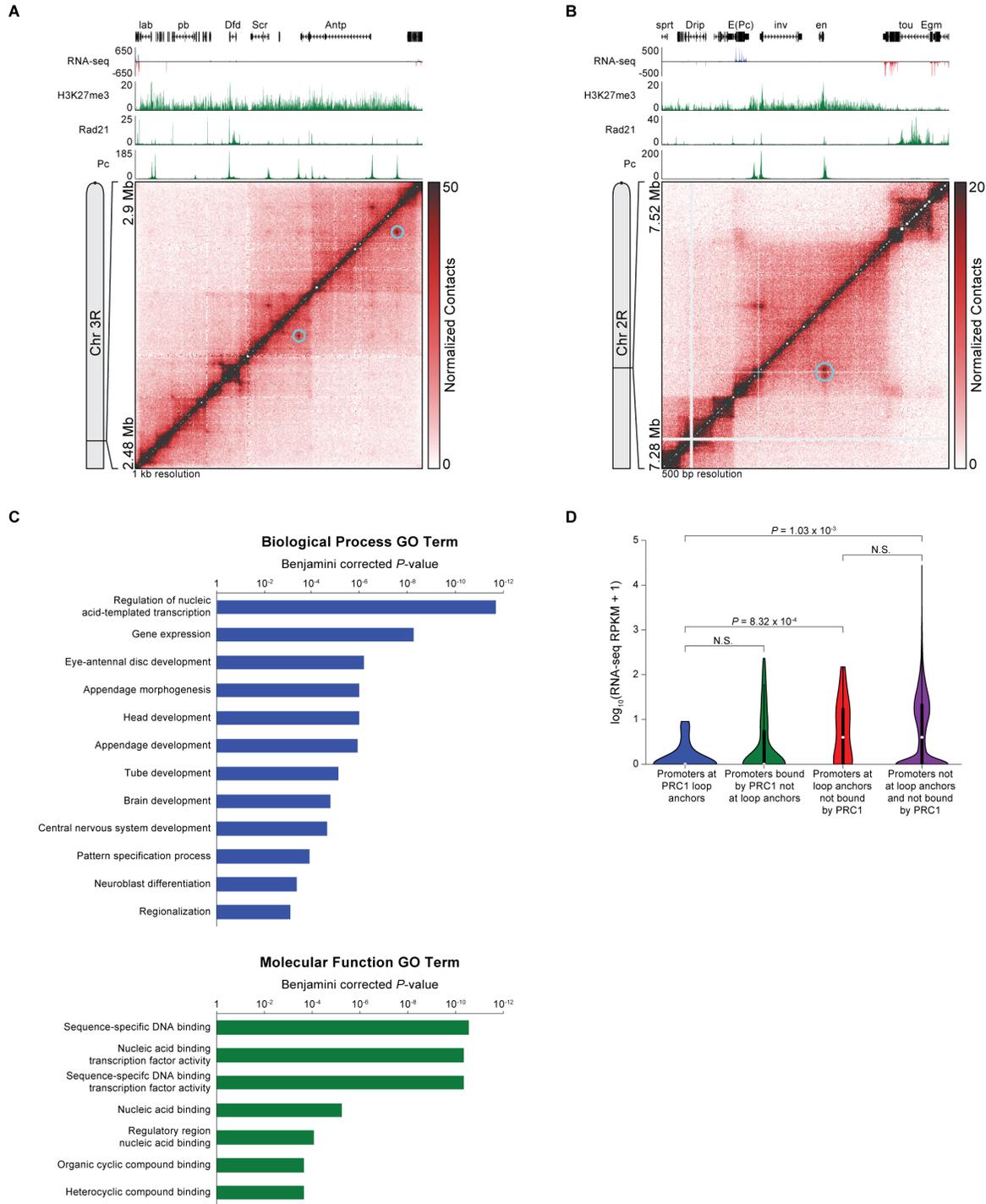
713 **(D)** Same as **(C)** except for Rad21.

714 **(E)** Left, Z-score of the enrichment/depletion of entire loops within five functional classes  
715 (“colors”) of chromatin relative to 10,000 random shuffle controls shows that entire loops  
716 are strongly enriched in PcG-repressed chromatin. Right, Z-score of  
717 enrichment/depletion of entire loop anchors within five functional classes (“colors”) of  
718 chromatin relative to 10,000 random shuffle controls shows that entire loop anchors are  
719 strongly enriched in PcG-repressed chromatin. Enrichment is given by a positive Z-  
720 score, depletion by a negative Z-score.

721 **(F)** Same as **(C)** except for *Pc*.

722

**Figure 3**



723

724 **Fig. 3. Developmentally regulated promoters are found at PRC1 loop anchors.**

725 **(A)** Hi-C contact map at 1 kb resolution shows chromatin loops (cyan circles) at the  
726 ANT-C Hox gene complex. RNA-seq, histone H3K27me3, Rad21, and *Pc* ChIP-Seq  
727 profiles are aligned above the map.

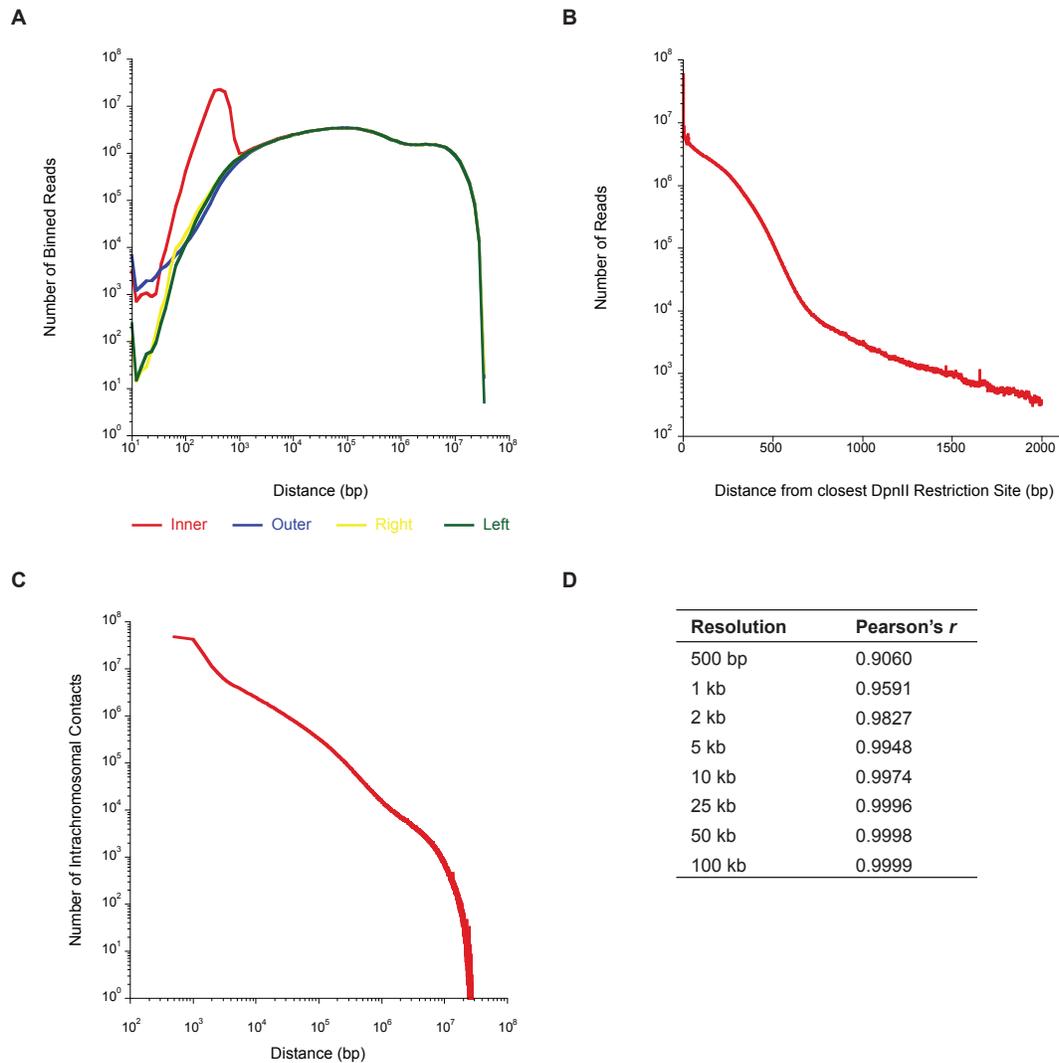
728 **(B)** Hi-C contact map at 500 bp resolution shows chromatin loops (cyan circles) at the  
729 *inv* and *en* promoters. RNA-seq, histone H3K27me3, Rad21, and *Pc* ChIP-Seq profiles  
730 are aligned above the map.

731 **(C)** GO term *P*-value chart indicates that PRC1 loop-anchor promoters are enriched for  
732 genes that regulate transcription and development.

733 **(D)** Promoters a PRC1 loop anchors are less likely to be expressed than promoters at  
734 loop anchors not bound by PRC1 ( $P = 8.34 \times 10^{-4}$ ; one-sided Mann–Whitney *U*-test) or  
735 promoters not at loop anchors and not bound by PRC1 ( $P = 1.03 \times 10^{-3}$ ; one-sided  
736 Mann–Whitney *U*-test). Expression levels indicated by violin plots that are overlaid with  
737 Tukey box plots (black) and the median expression level (white circle). N.S., not  
738 significant.

739

Figure S1



740

741 **Fig. S1. Quality assessment and reproducibility of sub-kilobase resolution**

742 ***Drosophila* Hi-C.**

743 **(A)** Distribution of four read orientations (inner, outer, left, right) as a function of distance

744 between reads.

745 **(B)** Number of reads at the distance indicated on the abscissa to the closest DpnII site.

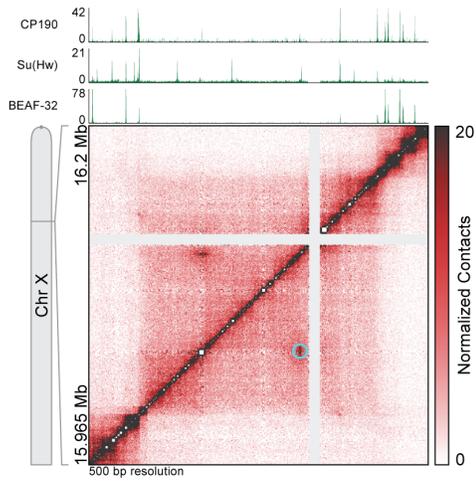
746 **(C)** Number of intrachromosomal contacts separated by the distance given on the

747 abscissa.

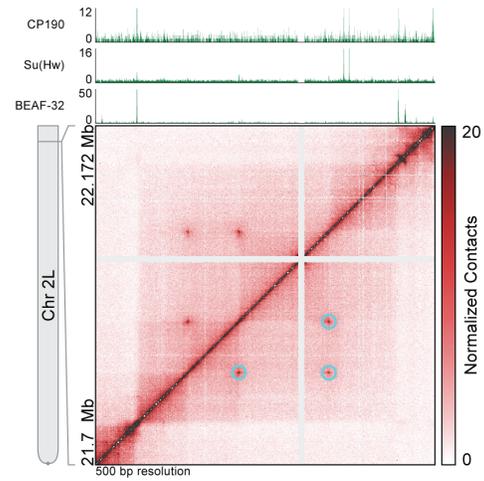
748 **(D)** Pearson's  $r$  between biological replicates at the indicated Hi-C contact map  
749 resolution. Replicates were highly correlated at all resolutions.  
750

Figure S2

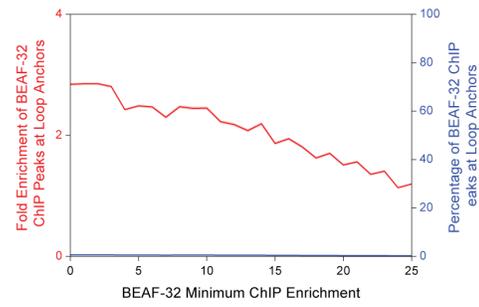
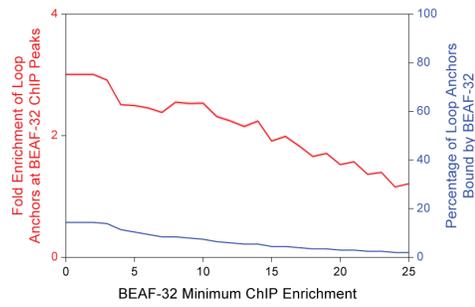
A



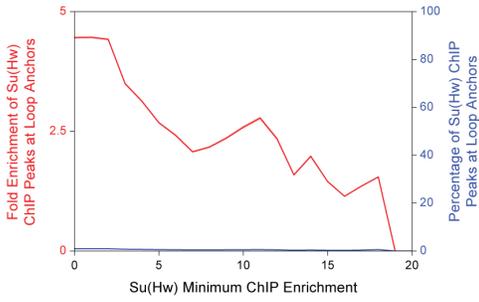
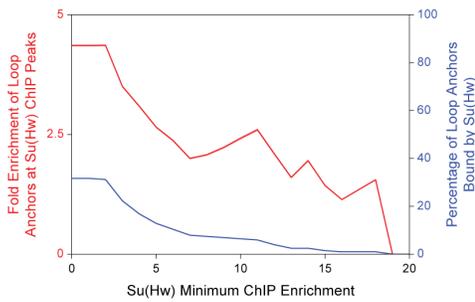
B



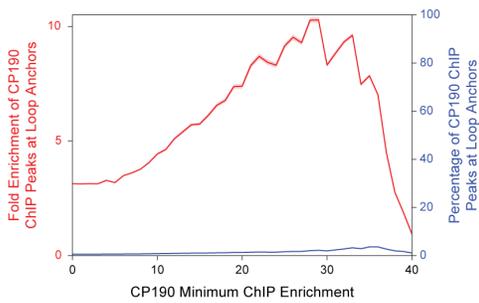
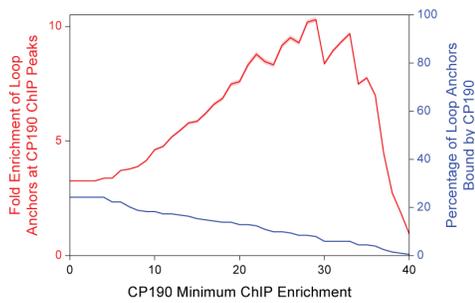
C



D



E



752 **Fig. S2. *Drosophila* insulators BEAF-32, Su(Hw), and CP190 are not strongly**  
753 **enriched at loop anchors.**

754 **(A)** Hi-C contact map at 500 bp resolution reproduced from Fig. 2A of a region of  
755 chromosome X shows chromatin loops (cyan circles). CP190, Su(Hw), and BEAF-32  
756 ChIP-seq profiles are aligned above the map.

757 **(B)** Hi-C contact map at 500 bp resolution reproduced from Fig. 2B of a region of  
758 chromosome 2L shows a small network of chromatin loops (cyan circles). CP190,  
759 Su(Hw), and BEAF-32 ChIP-seq profiles are aligned above the map.

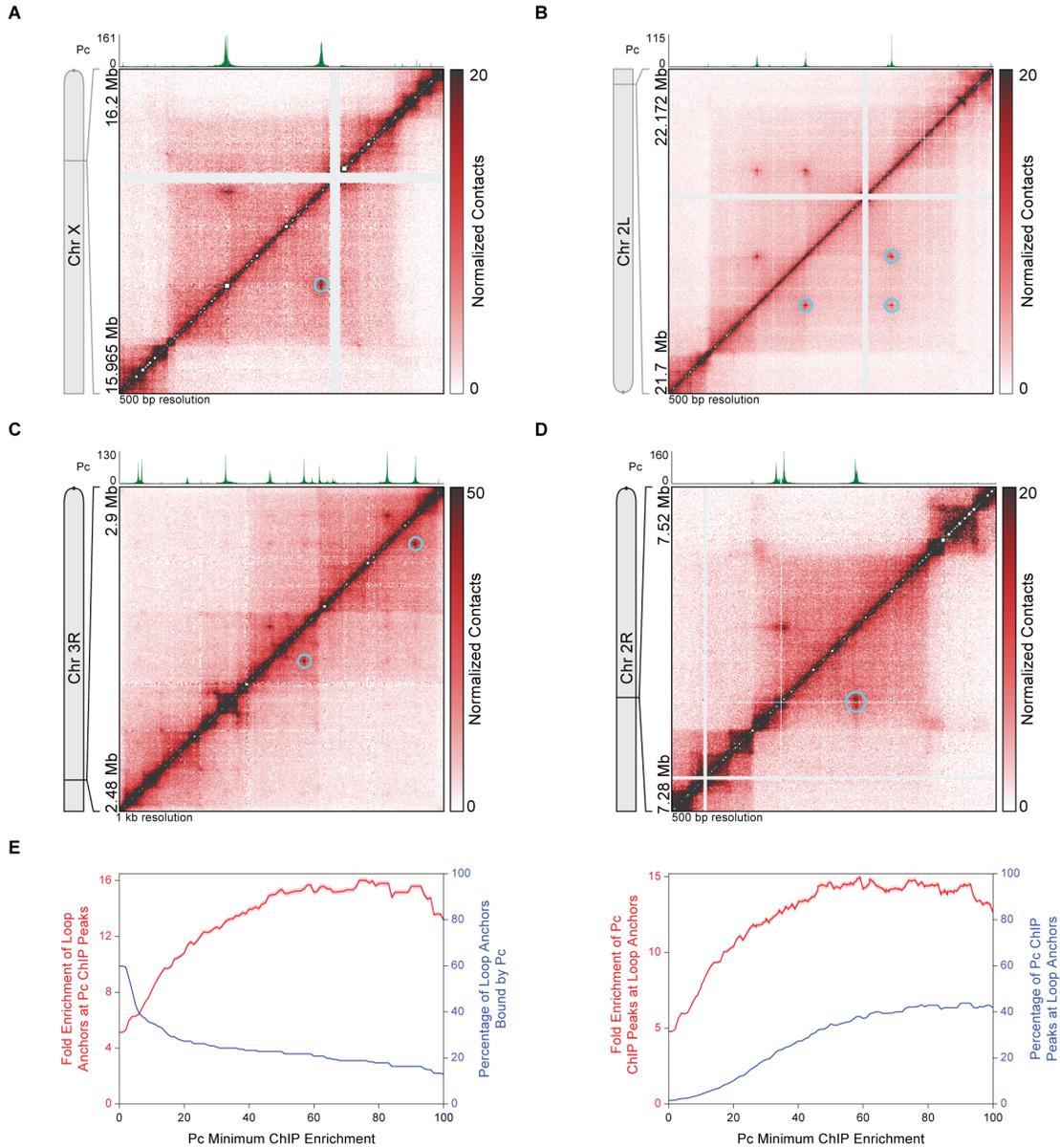
760 **(C)** Left, fold enrichment of loop anchors at BEAF-32 ChIP peaks (red) and percentage  
761 of loop anchors bound by BEAF-32 (blue) at the BEAF-32 minimum ChIP enrichment  
762 indicated on the abscissa. Right, fold enrichment of BEAF-32 ChIP peaks at loop  
763 anchors (red) and percentage of BEAF-32 ChIP peaks at loop anchors (blue) at the  
764 BEAF-32 minimum ChIP enrichment indicated on the abscissa. Red shading indicates  
765 95% confidence interval.

766 **(D)** Same as **(C)** except for Su(Hw).

767 **(E)** Same as **(C)** except for CP190.

768

Figure S3



769

770 **Fig. S3. Validation of PRC1 subunit Pc at Loop Anchors.**

771 **(A)** Hi-C contact map at 500 bp resolution reproduced from Fig. 2A of a region of  
772 chromosome X shows chromatin loops (cyan circles) that align with Pc ChIP-seq peaks.

773 Pc ChIP-seq profile from an antibody different from that in Fig. 2A is aligned above the  
774 map.

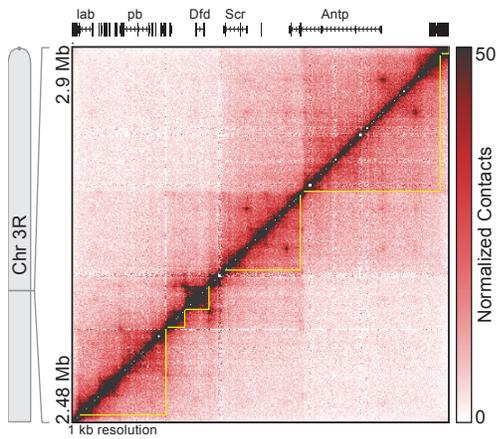
775 **(B)** Hi-C contact map at 500 bp resolution reproduced from Fig. 2B of a region of  
776 chromosome 2L shows a small network of chromatin loops (cyan circles) that align with  
777 Pc ChIP-seq peaks. Pc ChIP-seq profile from an antibody different from that in Fig. 2B  
778 is aligned above the map.

779 **(C)** Hi-C contact map at 1 kb resolution reproduced from Fig. 3A shows chromatin loops  
780 (cyan circles) at the ANT-C Hox gene complex that align with Pc ChIP-seq peaks. Pc  
781 ChIP-seq profile from an antibody different from that in Fig. 3A is aligned above the  
782 map.

783 **(D)** Hi-C contact map at 500 bp resolution reproduced from Fig. 3B shows chromatin  
784 loops (cyan circles) at the *inv* and *en* promoters that align with Pc ChIP-seq peaks. Pc  
785 ChIP-seq profile from an antibody different from that in Fig. 3B is aligned above the  
786 map.

787 **(E)** Left, fold enrichment of loop anchors at Pc ChIP peaks (red) and percentage of loop  
788 anchors bound by Pc (blue) at the Pc minimum ChIP enrichment indicated on the  
789 abscissa. Right, fold enrichment of Pc ChIP peaks at loop anchors (red) and  
790 percentage of Pc ChIP peaks at loop anchors (blue) at the Pc minimum ChIP  
791 enrichment indicated on the abscissa. Pc ChIP peaks are from ChIP-seq data from an  
792 antibody different from that in Fig. 2F. Red shading indicates 95% confidence interval.  
793

Figure S4



794

795 **Fig. S4. TAD organization at the ANT-C Hox gene complex.**

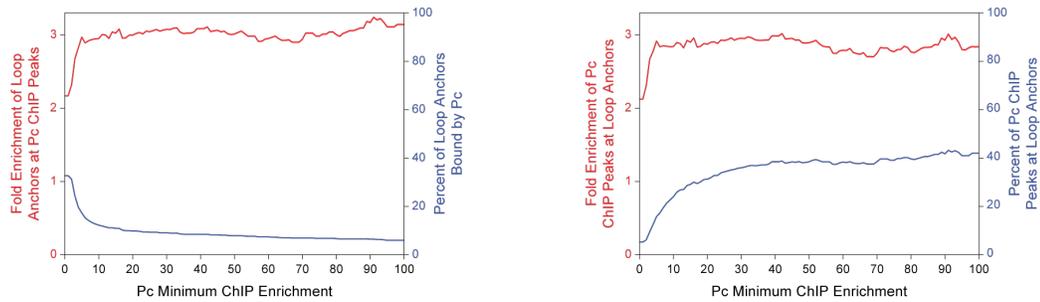
796 Hi-C contact map at 1 kb resolution reproduced from Fig. 3A shows that each TAD

797 (yellow outlines) at the ANT-C Hox gene complex contains one, or, at most, two

798 homeotic gene promoters.

799

Figure S5



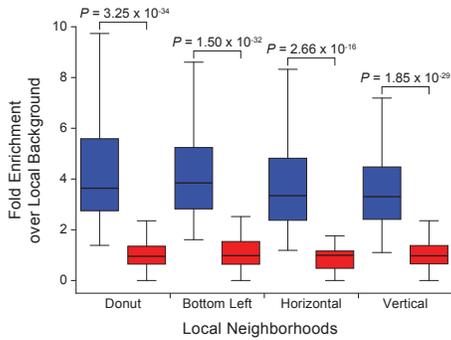
800

801 **Fig. S5. Enrichment of PRC1 subunit Pc at an Independent Set of Loop Anchors.**

802 Left, fold enrichment of loop anchors at Pc ChIP peaks (red) and percentage of loop  
803 anchors bound by Pc (blue) at the Pc minimum ChIP enrichment indicated on the  
804 abscissa. Right, fold enrichment of Pc ChIP peaks at loop anchors (red) and  
805 percentage of Pc ChIP peaks at loop anchors (blue) at the Pc minimum ChIP  
806 enrichment indicated on the abscissa. Loop anchors are from reference 26 and were  
807 converted from the dm6 to dm3 genome assembly using the FlyBase *Drosophila*  
808 Sequence Coordinates Converter. Red shading indicates 95% confidence interval.

809

Figure S6



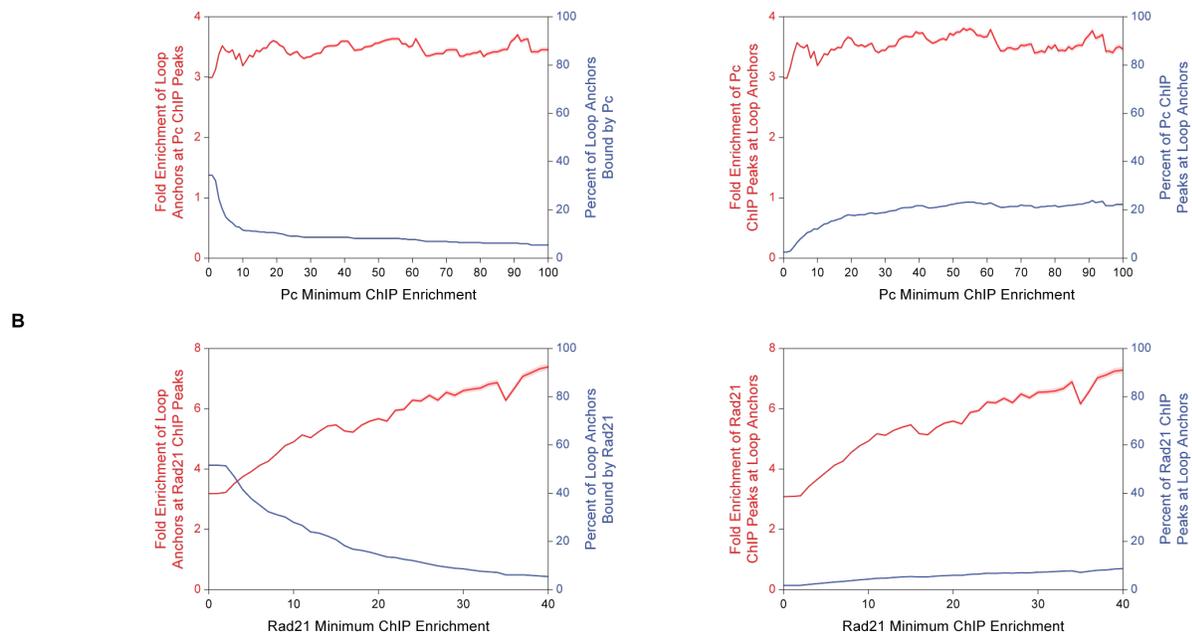
810

811 **Fig. S6. Enrichment of Hi-C Contacts at Loops.**

812 Box plots of the number of Hi-C contacts at manually annotated loops compared to the  
813 number of Hi-C contacts in four local neighborhoods (donut, bottom left, horizontal,  
814 vertical; see reference (3) for full definitions). Enrichment at manually annotated loops  
815 was significantly greater than the enrichment at a control set of randomly shuffled loops.  
816 Significance computed using a one-sided Mann–Whitney *U*-test.

817

Figure S7  
A



818

819 **Fig. S7. Enrichment of Pc and Rad21 at HiCCUPS-annotated Loop Anchors.**

820 **(A)** Left, fold enrichment of loop anchors at Pc ChIP peaks (red) and percentage of loop  
821 anchors bound by Pc (blue) at the Pc minimum ChIP enrichment indicated on the  
822 abscissa. Right, fold enrichment of Pc ChIP peaks at loop anchors (red) and  
823 percentage of Pc ChIP peaks at loop anchors (blue) at the Pc minimum ChIP  
824 enrichment indicated on the abscissa. Loop anchors are from loops identified by  
825 HiCCUPS (see *SI Appendix, Supplementary Materials and Methods*). Red shading  
826 indicates 95% confidence interval.

827 **(B)** Same as **(A)** except for Rad21.

828

829 **Table S1. Hi-C sequencing statistics and quality metrics.**

	Primary	Replicate	Merged
<b>Sequencing Statistics</b>			
Sequenced Reads	532,673,670	554,361,974	1,087,035,644
<b>Alignment Statistics*</b>			
Normal Paired	395,699,521 (74.29%)	408,451,484 (73.68%)	804,151,005 (73.98%)
Chimeric Paired	87,524,998 (16.43%)	92,918,735 (16.76%)	180,443,733 (16.60%)
Unmapped	10,388,903 (1.95%)	10,203,756 (1.84%)	20,592,659 (1.89%)
Ligation Motif Present	247,207,877 (46.41%)	264,925,937 (47.79%)	512,133,814 (47.11%)
<b>Complexity Statistics*</b>			
Alignable (Normal+Chimeric)	483,224,519 (90.72%)	501,370,219 (90.44%)	984,594,738 (90.58%)
Unique Reads	408,175,481 (76.63%)	424,129,873 (76.51%)	832,305,354 (76.57%)
PCR Duplicates	74,802,581 (14.04%)	77,032,979 (13.90%)	151,835,560 (13.97%)
Optical Duplicates	246,457 (0.05%)	207,367 (0.04%)	453,824 (0.04%)
<b>Unique Read Statistics**</b>			
Intra-fragment Reads	25,145,283 (4.72% / 6.16%)	25,523,374 (4.60% / 6.02%)	50,668,657 (4.66% / 6.09%)
Below MAPQ30	123,173,623 (23.12% / 30.18%)	129,753,530 (23.41% / 30.59%)	252,927,153 (23.27% / 30.39%)
<b>Hi-C Read Statistics**</b>			
Hi-C Contacts	259,856,575 (48.78% / 63.66%)	268,852,969 (48.50% / 63.39%)	528,709,544 (48.64% / 63.52%)
Ligation Motif Present	95,704,474 (17.97% / 23.45%)	101,798,673 (18.36% / 24.00%)	197,503,147 (18.17% / 23.73%)
3' Bias (Long Range)	69% - 31%	70% - 30%	70% - 30%
Pair Type % (L-I-O-R)	25% - 25% - 25% - 25%	25% - 25% - 25% - 25%	25% - 25% - 25% - 25%
Inter-chromosomal	12,056,707 (2.26% / 2.95%)	12,038,653 (2.17% / 2.84%)	24,095,360 (2.22% / 2.90%)
Intra-chromosomal	247,799,868 (46.52% / 60.71%)	256,814,316 (46.33% / 60.55%)	504,614,184 (46.42% / 60.63%)
Short Range (< 20 kb)	107,655,986 (20.21% / 26.37%)	114,484,535 (20.65% / 26.99%)	222,140,521 (20.44% / 26.69%)
Long Range (> 20 kb)	140,138,997 (26.31% / 34.33%)	142,325,315 (25.67% / 33.56%)	282,464,312 (25.98% / 33.94%)

830 \* % Sequenced Reads

831 † % Sequenced Reads / % Unique Reads

832 For definitions of each metric see reference 3.

833 **Table S2. Kc167 TAD coordinates.**

834 Juicebox format. dm3 genome assembly.

835 See attached Excel file.

836 **Table S3. Kc167 loop coordinates.**

837 Juicebox format. dm3 genome assembly.

838 See attached Excel file.

839 **Table S4. Complete GO terms for PRC1 loop anchors.**

840 See attached Excel file.

841

842 **Table S5. External datasets used in this study.**

External Dataset	Reference	Accession Number	Antibody (if given/applicable)	Notes
Kc167 5 chromatin classes	12	GSE22069		
Kc167 BEAF-32 ChIP-Seq	11	GSE30740		
Kc167 CP190 ChIP-Seq	11	GSE30740		
Kc167 CTCF ChIP-Seq	11	GSE30740		
Kc167 H3K27me3 ChIP-Seq	14	GSE37444	Millipore Cat. # 07-449 Lot # JBC1924326	
Kc167 Pc ChIP-Seq	15	GSE63518	RJ	Fig. 2, 3, S5, S7
Kc167 Pc ChIP-Seq	15	GSE63518	VP	Fig. S3
Kc167 RNA-seq	37	modENCODE_4395		
Kc167 Su(Hw) ChIP-Seq	11	GSE30740		
Kc167 loops (independently annotated)	26	GSE80702		Fig. S5
GM12878 Hi-C loops	3	GSE63525		
GM12878 Hi-C TADs (contact domains)	3	GSE63525		

843