

1 ***Bacillus Calmette-Guérin* Induces PD-L1 Expression on Antigen-Presenting Cells via Autocrine and Paracrine Interleukin-STAT3**

2 **Circuits**

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11

12 **Abstract**

13 *Bacillus Calmette-Guérin* (BCG) is the only licensed vaccine for tuberculosis (TB), and is also used as an immunotherapy for bladder cancer and
14 other malignancies due to its immunostimulatory properties. Mycobacteria spp., however, are well known for their numerous immune evasion
15 mechanisms that limit the true potential of their therapeutic use. One such major mechanism is the induction of programmed death ligand-1 (PD-
16 L1), which mitigates adaptive immune responses. Here, we sought to unravel the molecular pathways behind PD-L1 up-regulation on antigen-
17 presenting cells (APCs) by BCG. We found that infection of APCs with BCG induced PD-L1 up-regulation, but that this did not depend on direct
18 infection, suggesting a soluble mediator for this effect. BCG induced potent quantities of IL-6 and IL-10, and the downstream transcription factor

19 STAT3 was hyper-phosphorylated. Intracellular analyses revealed that levels of PD-L1 molecules were associated with the STAT3
20 phosphorylation state, suggesting a causal link. Neutralisation of the IL-6 or IL-10 cytokine receptors dampened STAT3 phosphorylation and
21 BCG-mediated up-regulation of PD-L1 on APCs. Pharmacological inhibition of STAT3 achieved the same effect, confirming an autocrine-
22 paracrine cytokine loop as a mechanism for BCG-mediated up-regulation of PD-L1. Finally, an *in vivo* immunisation model showed that BCG
23 vaccination under PD-L1 blockade could enhance antigen-specific memory CD4 T-cell responses. These novel findings could lead to refinement
24 of BCG as both a vaccine for infectious disease and as a cancer immunotherapy.

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26

27 Introduction

28

29 The correct balance of immune effector and regulatory responses depends on a number of molecular interactions between the antigen-presenting
30 cell (APC) and T-cell. A key interaction for immunological tolerance is between the receptors programmed death-ligand 1 (PD-L1) and
31 programmed death-1 (PD-1). APC expression of PD-L1 leads to binding of this molecule to PD-1 on T-cells, resulting in activation of the tyrosine
32 phosphatase SHP-2 and dephosphorylation of critical kinases involved in T-cell receptor (TCR) signalling. Blockade of this interaction diminishes
33 Treg frequencies¹, enhances Th1 and Th17 effector cell frequencies² and increases cytokine production both *in vitro* and *in vivo*³. The PD-L1:PD-
34 1 interaction has thus been targeted in immunological situations that feature restricted antigen presentation, T-cell anergy and immune tolerance
35 as detrimental characteristics – namely chronic infectious diseases and malignancies. In the latter scenario, clinical trials have demonstrated the
36 remarkable efficacy of drugs developed to target these receptors, with up to 87% clinical response rates in some refractory cancers⁴.

37

38 Worldwide, tuberculosis (TB) is the leading cause of death due to infectious disease. The only vaccine available is *Bacillus Calmette-Guérin*
39 (BCG), which shows only modest protection in adults and alarmingly low efficacy in developing countries, where TB mortality is highest. BCG
40 (like its pathogenic relative, *M. tuberculosis*) can impede antigen presentation *in vivo*^{5,6}, which is believed to contribute to the relatively low efficacy
41 of the vaccine in humans. While mycobacteria-induced PD-L1 expression has been postulated as a major mechanism driving impaired antigen
42 presentation^{7,8}, it is currently not fully understood (i) the molecular mechanisms underpinning BCG-mediated PD-L1 up-regulation, and (ii) the
43 immunological consequences of blocking this pathway during BCG immunisation.

44

45 For over 30 years, BCG has been employed as a front-line immunotherapy for bladder cancer⁹, and has been used since the late 1960s for
46 malignant melanoma¹⁰. Although the mechanism of action remains to be completely elucidated, it is believed that the bacteria trigger an
47 inflammatory response that leads to immune cell infiltration of the tumour site, thus facilitating immune-mediated clearance¹¹. This is likely to be
48 mediated by innate (i.e. Toll-like receptor) signalling, providing scope for improvement by concomitant engagement of the adaptive immune
49 responses, which are known to be suppressed by PD-L1.

50

51 Here, we show for the first time that BCG can induce the up-regulation of PD-L1 on both macrophages and dendritic cells (DCs) via
52 autocrine/paracrine secretion of STAT3-activating cytokines, chiefly IL-6 and IL-10. Blockade of the PD-L1 receptor *in vivo* during BCG
53 immunisation led to superior CD4 T-cell responses to recall antigen, thus highlighting the potential utility of this pathway in clinical settings. These
54 findings provide new targets for improving BCG as both a TB vaccine and cancer immunotherapy.

55

56

57 **Materials and Methods**

58

59 *Ethics*

60

61 All experiments involving live animals had full ethical approval from St George's University ethical committee, under UK Home Office project
62 license 70/7490, according to the Animals in Scientific Procedures Act, 1986.

63

64 *Bacteria*

65

66 BCG strain Pasteur was a kind gift from Professor Juraj Ivanyi (King's College, London) and was grown according to previous reports¹², using
67 standard microbiological techniques. BCG expressing green fluorescent protein (GFP; also from the Ivanyi laboratory) was grown in identical
68 conditions, but under selective media and agar containing 50 µg/mL hygromycin B (Sigma-Aldrich).

69

70 *Mice and Immunisations*

71

72 Female C57BL/6 mice (6 to 12 weeks old) were obtained from Charles River laboratories, UK. Mice were administered 1 mg of PD-L1-blocking
73 antibody MIH5¹³ or the rat IgG2a isotype control MAC219¹⁴ (kind gifts from Professor Anne Cooke, University of Cambridge) via the intraperitoneal

74 (i.p.) route (day -1). Twenty-four hours later (day 0), mice received 1×10^6 CFU BCG subcutaneously (s.c.). Mice then received booster
75 immunisations of MIH5 or MAC219 (1 mg per dose) on days 3, 7 and 14.

76

77 To confirm receptor blockade, mice were administered 1 mg MIH5 or MAC219 via the i.p. route, followed by euthanasia at 24h, and immediate
78 *ex vivo* staining of the splenocytes. Cells were stained with a reported competing fluorochrome-conjugated α -PD-L1 clone (10F.9G2)¹⁵, which
79 binds to the same epitope as MIH5, to test for successful receptor blockade (Figure 1). As an additional control for specificity, PD-L2 was also
80 stained after MIH5 or MAC219 treatments.

81

82 *Antigen-Presenting Cell Stimulation and Infection*

83

84 Bone marrow-derived DCs were obtained as previously described¹². Cells were >90% CD11c⁺ by flow cytometry. DCs were stimulated in complete
85 RPMI (RPMI-1640 containing 10% FCS, 2mM L-glutamine, and 50 μ M β -mercaptoethanol \pm 10 U/mL penicillin/streptomycin – all from Sigma-
86 Aldrich). For experiments involving macrophages, the cell line J774.1 was used, and cells were grown and stimulated in complete DMEM (same
87 recipe as RPMI – Sigma-Aldrich).

88

89 For BCG infections, bacteria were washed in complete media without antibiotics, and then APCs were inoculated at the designated MOI. Cells
90 were cultured in a 5% CO₂ humidified incubator at 37°C. In some experiments, *E. coli*-derived lipopolysaccharide (LPS; Sigma-Aldrich) was used
91 at 100 ng/mL. Cytokines (Peprotech, UK) were diluted in complete RPMI before administration. Interleukin blocking antibodies (purchased from

92 Biolegend, UK) were pre-cultured with the cells for 2h before stimulation. Stattic (Tocris Bioscience, UK) was diluted in DMSO (Sigma-Aldrich)
93 and cells were treated for 2h before infection.

94

95 *Ex vivo immunogenicity assays*

96

97 Spleens were aseptically removed from euthanised mice, mechanically homogenised and treated with ACK lysis buffer. Cells were then counted
98 and seeded at 1.5×10^6 per well in complete RPMI, followed by treatment with 10 $\mu\text{g}/\text{mL}$ brefeldin A (Sigma-Aldrich). Cells were stimulated with
99 5 $\mu\text{g}/\text{mL}$ Ag85B/Acr (Lionex, Germany) or PPD (NIBSC, UK) with 2 $\mu\text{g}/\text{mL}$ $\alpha\text{-CD28}$ (Biolegend) for 6 hours before staining for flow cytometry.
100 PMA/ionomycin treatment (200 ng/mL and 1 $\mu\text{g}/\text{mL}$, respectively – Sigma-Aldrich) was used as a positive control and for staining boundaries
101 (data not shown).

102

103 For lymph node analysis, inguinal lymph nodes were excised from euthanised mice on the indicated day, followed by mechanical disruption,
104 counting and immediate flow cytometric analysis.

105

106 *Flow cytometry*

107

108 In most experiments, cells were first washed in PBS and then incubated with 1:1000 viability dye (eFluor780 Fixable Viability Dye; eBioscience)
109 under Fc receptor blockade (1:500 TruStain; Biolegend) for 15-20 minutes. Cells were then washed in flow cytometry buffer (PBS (Invitrogen)

110 containing 0.5% BSA and 0.1% sodium azide – both from Sigma-Aldrich) and stained with the appropriate pre-titrated flow cytometry antibodies
111 for 30 m at 4°C. Cells were sometimes fixed using Biolegend Fixative Buffer before being acquired on a BD FACSCanto II instrument and
112 analysed using FlowJo software. For assessing phosphorylated residues, cells were instead mildly fixed with Fixative Buffer for 10 m at 37°C,
113 and then permeabilised with a commercial methanol buffer (True-Phos buffer - Biolegend) for 1 hour before staining, as described elsewhere¹⁶.
114 For intracellular cytokine staining, cells were fixed with Fixative Buffer, followed by permeabilisation with flow cytometry buffer containing 0.5%
115 saponin (Sigma-Aldrich). Compensation was performed using eBioscience UltraComp beads according to the manufacturer's instructions.
116 Antibodies used were PD-L1-Brilliant Violet 421, PD-L2-PE, CD11c-PerCP/Cy5.5, CD3ε-FITC, CD4-PerCP/Cy5.5, CD8α-Brilliant Violet 510, IL-
117 2-PE, IL-17A-PE/Cy7, IFN-γ-Brilliant Violet 421, MHC Class II- Brilliant Violet 510, TNF-α-APC and p-STAT3-Alexa Fluor 647. All antibodies were
118 purchased from Biolegend, UK unless otherwise specified.

119

120 *Enzyme-linked immunosorbent assay*

121

122 Cytokine levels in supernatants were measured using eBioscience Ready-Set-Go ELISA kits, according to the manufacturer's instructions. Plates
123 were read at 482 nm on a Tecan200 plate reader.

124

125 *Statistical analysis*

126

127 For all experiments, statistical tests were performed with Microsoft Excel and GraphPad Prism software, using averaged technical replicates
128 where possible. Each statistical test and post-test is detailed in the relevant figure legends. A p value less than 0.05 was considered significant.
129

130 **Results**

131

132 ***BCG Induces Up-regulation of PD-L1 Expression on both Macrophages and Dendritic Cells***

133

134 DCs and macrophages are critical for the initiation of adaptive immunity. BCG can induce the up-regulation of PD-L1 expression on pulmonary
135 DCs in mice⁷, however it is unclear whether the same holds true for macrophages. DCs and macrophages were therefore infected with BCG over
136 a range of multiplicities of infection (MOI) and across two time-points (24h and 48h); surface expression of PD-L1 was assessed by flow cytometry.
137 As shown in Figure 2A, the positive control lipopolysaccharide (LPS) was able to significantly increase PD-L1 expression on both cell types ($p <$
138 0.0001), with a striking >10 fold increase in macrophages at 48h. Upon infection with BCG, both APC types expressed high levels of PD-L1
139 compared to the unstimulated control at 24h and 48h ($p < 0.0001$), and a dose trend was observed for increasing MOI in macrophages at 48h.

140

141 Next, a transgenic strain of BCG that expresses green fluorescent protein (GFP) was used to determine whether the up-regulation of PD-L1
142 depended on direct interaction between APCs and the bacteria. Cells were gated by GFP fluorescence into GFP^{neg} (i.e. “bystander”) and GFP^{pos}
143 (i.e. infected) populations. These were then tested for PD-L1 expression. As anticipated, GFP^{pos} infected cells displayed increased expression of
144 PD-L1 that was proportionate to the infectious dose (Figure 2B). Surprisingly, however, GFP^{neg} bystander cells also exhibited similar dose-
145 dependent increases in PD-L1 expression to GFP^{pos} cells, which was significantly up-regulated compared to the uninfected control at the highest
146 MOI ($p < 0.05$), and approximately 80% that of directly infected cells. **In support of these observations, 0.2 μ m filtration of BCG infection**

147 supernatants, when applied to new cells, was able to up-regulate PD-L1 (Supplementary Figure 1). As expected, control supernatants from
148 uninfected cells did not affect PD-L1 expression. These data strongly suggested that a soluble, secreted factor in culture was driving PD-L1 up-
149 regulation by BCG.

150 Interestingly, BCG was able to up-regulate other members of the B7 family (CD80, CD86, PD-L2) to a certain degree, but with a pattern of skewed
151 up-regulation of PD-L1 compared to CD86 (Supplementary Figure 2).

152

153 ***BCG Induces IL-6 and IL-10 Production in tandem with STAT3 Phosphorylation***

154

155 The murine PD-L1 gene (*Cd274*) is under the control of complex regulatory networks and can be induced by a number of inflammatory cytokines
156 or TLR ligands¹⁷. Many of these control mechanisms are cell type-specific. Since mycobacteria are adept at driving STAT3 activation¹⁸, and since
157 STAT3 is capable of binding to the PD-L1 promoter in tolerogenic DCs¹⁹, we hypothesised that this signalling pathway was mediating the observed
158 effects of infection.

159

160 DCs and macrophages were infected for 18h and intracellular flow cytometry was used to determine the levels of STAT3 tyrosine residue 705
161 phosphorylation. As can be observed in Figure 3A, BCG was able to hyper-phosphorylate the STAT3 transcription factor compared to
162 unstimulated cells ($p < 0.001$). Notably, there was a trend for increased phosphorylation when comparing BCG to the positive control LPS. We

163 next hypothesised that APCs were producing STAT3-activating cytokines. STAT3 can be activated weakly by IL-2 and IL-12, but strongly by
164 prototypical myeloid-type cytokines such as IL-6 and IL-10. APCs were therefore infected with BCG (or stimulated with LPS) for 24-48h and levels
165 of IL-6 and IL-10 were measured by ELISA. BCG was found to induce potent quantities of IL-6 in both DCs and macrophages at a range of MOI
166 (Figure 3B; $p < 0.0001$ BCG vs unstimulated cells). BCG elicited IL-10 in both cell types. Strikingly, with regards to IL-10 production, BCG greatly
167 surpassed the ability of LPS at MOI = 2, with over 4-fold concentrations of this cytokine compared to the positive control.

168

169 ***PD-L1 Expression Correlates with STAT3 Phosphorylation***

170

171 With the hypothesis that BCG was inducing STAT3-activating cytokines to up-regulate PD-L1, we treated DCs and macrophages with different
172 concentrations of IL-6 and IL-10 and measured PD-L1 up-regulation by flow cytometry. In DCs (Figure 4A), IL-6 played a dominant role in the up-
173 regulation of PD-L1 expression compared to IL-10. When both cytokines were used in combination, there was only a marginal increase above
174 the levels of PD-L1 expression conferred by IL-6. In macrophages, by contrast, IL-6 and IL-10 behaved similarly in terms of receptor up-regulation,
175 and there was a combinatorial effect that was clearly evident at 500 pg/mL. For both cell types, there was a dose-dependent effect, with 500
176 pg/mL of any cytokine (or combination) being superior to 50 pg/mL in up-regulating PD-L1 expression.

177

178 Next, macrophages were infected with BCG for 18h and cells were then permeabilised as before and co-stained for p-STAT3 and PD-L1. Cells
179 were then divided into PD-L1^{lo} and PD-L1^{hi} populations and then levels of p-STAT3 were quantified. As shown in Figure 4B, PD-L1^{lo} cells exhibited
180 significantly lower levels of STAT3 phosphorylation compared to their PD-L1^{hi} counterparts ($p < 0.05$), with a doubling of fluorescence intensity
181 in some experiments. Taken together, these data suggested that BCG was utilising interleukin signalling pathways in order to up-regulate
182 expression of PD-L1.

183

184 ***IL-6R/IL-10R Blockade or STAT3 Inhibition Leads to Impeded PD-L1 Up-regulation by BCG***

185

186 We next questioned whether direct intervention in the interleukin-STAT3 axis could revert the up-regulation of PD-L1 by BCG. To this end, we
187 employed a combination of monoclonal antibodies (mAbs) that are known to block the IL-6 and IL-10 cytokine receptors, alongside the
188 pharmacological inhibitor 'Stattic': a well-characterised and highly specific small-molecule inhibitor of STAT3 transcriptional activity²⁰.

189

190 To test whether neutralising the biological activities of endogenous cytokines could reduce the increase in PD-L1 expression caused by BCG,
191 cells were first pre-incubated under IL-6R (mAb D7715A7) or IL-10R (mAb 1B1.3a) blockade, or a combination of both, for 2h. Isotype controls
192 served as controls for non-specific activity. Cells were then infected with BCG and after 24h, PD-L1 expression was determined (Figure 5A). Both
193 IL-6 and IL-10 blockade significantly reduced PD-L1 expression ($p < 0.001$) compared to the isotype control baseline. As expected, the

194 combination of blocking both receptors led to the greatest reduction in PD-L1 fluorescence (~40-45%; $p < 0.0001$ vs isotype control). In keeping
195 with the hypothesised role of STAT3 in BCG-induced PD-L1 expression, blockade of both receptors also led to a large reduction in STAT3
196 phosphorylation, as shown in Figure 5B (BCG + isotype MFI: 5416; BCG + dual blockade MFI: 2911).

197

198 To confirm that STAT3 was mediating the up-regulation of PD-L1 expression by BCG, cells were then pre-treated with Stattic or a vehicle control
199 for 2 hours before infection with a low dose of bacteria (Figure 5C). LPS served as a positive control, since it can induce PD-L1 expression via
200 this pathway²¹. After 24 hours, the cells treated with 5 μ M Stattic and infected with BCG showed a dramatically reduced expression level of PD-
201 L1 compared to those treated with a vehicle control ($p < 0.05$), with an near-100% reduction in PD-L1 expression. Similar results were observed
202 for LPS. Strikingly, resting cells treated with Stattic actually increased PD-L1 expression compared to the vehicle control, although this was a
203 non-significant trend with high variation. Collectively, these data proved that BCG could modulate PD-L1 expression by interleukin-STAT3
204 signalling circuits.

205

206 ***In vivo PD-L1 Blockade Augments Antigen-Specific Memory CD4 T-cell Responses***

207

208 A proof-of-principle *in vivo* immunogenicity assay was next performed in order to establish that targeting the PD-L1 receptor during BCG
209 immunisation could lead to increased T-cell function. A cytokine panel spanning several hallmark Th1/Th17 cytokines (IFN- γ , IL-2, IL-17A, TNF-
210 α) was used to determine T-cell reactivity in a vaccination model with recall mycobacterial antigens (Figure 6A).

211

212 First, the up-regulation of PD-L1 *in vivo* was determined by sub-cutaneous immunisation with BCG followed by characterisation of PD-L1
213 expression in the draining lymph nodes (Supplementary Figure 3). It was found that BCG was able to up-regulate PD-L1 in MHC Class II^{high}
214 CD11c⁺ DCs, but unable to do the same in T-cells, confirming a specific effect in APCs. Next, mice were treated with 1 mg of the PD-L1 blocking
215 antibody MIH5 via the intraperitoneal route, followed by immunisation with subcutaneous BCG. Mice were then given follow-up booster
216 immunisations to maintain the PD-L1 blockade. An isotype control was used at the same concentration to control for non-specific effects. On day
217 21, splenocytes from immunised mice were then pulsed with either immunodominant and latency-associated antigens (Ag85B and Acr,
218 respectively) or a mixture of protein antigens (PPD). As shown in Figure 6B, there was a general trend for an increase in antigen-specific cytokine
219 production in CD4 T-cells. Under PD-L1 blockade, BCG induced significantly more IFN- γ in response to Ag85B/Acr and PPD (IFN- γ : $p < 0.0001$),
220 compared to the isotype control. TNF- α production was also increased in response to Ag85B/Acr ($p < 0.01$). Regarding IL-2 and IL-17A, there
221 were non-significant increases caused by PD-L1 blockade under both antigen recall conditions.

222

223 Turning our attention to the CD8 T-cell compartment (Figure 6C), we found that BCG was much poorer at inducing antigen-specific cytokine
224 responses, as has been observed previously by others²². With the exception of IL-2 after Ag85B/Acr pulsing ($p < 0.05$), splenocytes from mice

225 that received BCG + isotype control were unable to produce more cytokines than splenocytes from mock-immunised mice. Only two cytokines
226 were found to be increased by PD-L1 blockade beyond the PBS control group in response to Ag85B/Acr but not PPD: IFN- γ ($p < 0.01$) and TNF-
227 α ($p < 0.01$), however these effects were marginal. Thus we concluded that PD-L1 blockade can effectively boost CD4-dependent T-cell immunity,
228 with only marginal effects on boosting CD8 T-cell responses.

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230

231

232

233 **Discussion**

234

235 It is long-recognised that bacteria (and indeed other pathogens) belonging to genetically distinct phyla are capable of modulating the repertoire
236 of co-stimulatory and co-inhibitory molecules expressed on the APC surface²³, thus affirming the critical importance of said receptors in the
237 directing of adaptive immune responses. Mycobacteria represent an example of immune evasion *par excellence* due to their ancient history of
238 co-evolution with mammalian immune systems²⁴; indeed, virtually all pathogenic mycobacteria are obligate parasites, requiring intracellular
239 resources in order to thrive and propagate. It is therefore not surprising that they are biologically equipped to effectively counter adaptive immune
240 responses that would lead to their own clearance.

241

242 A centrally important molecule in the control of T-cell immunity is PD-L1. Mice infected with mycobacteria harbour pulmonary DCs that express
243 high levels of PD-L1 and restrict antigen presentation to CD4 T-cells²⁵, and PD-L1 blockade in blood and lung lavage from TB patients can
244 enhance responses to Mtb antigens, as seen by greater cytokine production and T-cell proliferation^{26,27}. Furthermore, PD-L1 blockade is able to
245 rescue these cells from functional exhaustion, as demonstrated by the reversal of T-cell apoptosis²⁸. For bladder cancer, the tumour surface is
246 reportedly decorated with high levels of PD-L1 molecules, and the tumour-infiltrating B- and T-cells express high levels of both PD-L1 and PD-
247 1^{29,30}. The utilisation of BCG as a prophylactic (TB) or therapeutic (malignancy) treatment for these diseases, combined with a strategy to mitigate
248 the effects of PD-L1, could provide a strong advantage for the efficacy of BCG.

249

250 In this study, for the first time, it was shown that BCG drives up-regulation of PD-L1 expression on APCs by autocrine/paracrine cytokine circuits
251 that lead to STAT3 phosphorylation and up-regulation of this co-inhibitory receptor (illustrated in Figure 7). It has been known for some time that
252 BCG is a strong inducer of these cytokines via rudimentary TLR signalling, however it was not known that they were driving PD-L1 expression in
253 a biphasic response. The observation that inhibition of STAT3 did not lead to a decrease in PD-L1 expression in resting cells—indeed, there was
254 instead a non-significant increase in expression—is consistent with the notion that the PD-L1 gene promoter requires distinct transcriptional
255 apparatus during the steady-state and during active infection. This is in accord with the fact that DCs and macrophages displayed moderate
256 levels of constitutive PD-L1 expression in the absence of any appreciable cytokine levels³¹. Physiologically, this is undoubtedly to prevent
257 spontaneous activation of the adaptive immune system.

258

259 Using the mAb MIH5, we were able to neutralise most of the PD-L1 receptor *in vivo* and augment the quantities of cytokine produced by CD4 T-
260 cells in response to recall antigen in a proof-of-principle experiment. It is interesting to note that PD-L1 blockade *in vivo* did not greatly boost the
261 antigen-specific CD8 T-cell responses beyond that of the mock-immunised control group. BCG is widely known to only minimally induce cytotoxic
262 T-cell responses, with a strong bias towards CD4 responses²². This may be due to so-called CD8 ‘decoy antigens’, such as TB10.4, that serve
263 to divert responses away from immunogenic epitopes for cytotoxic T-cells³². Whether the enhancement of CD4 T-cell immunogenicity in the
264 absence of strong CD8 T-cell immunogenicity leads to better vaccine (i.e. in the case of TB) or immunotherapeutic (i.e. in the case of a carcinoma)
265 outcomes warrants testing in disease-specific animal models.

266

267 An important limitation of this study is that IL-6 and IL-10 are unlikely to constitute the only two cytokines driving the STAT3-PD-L1 pathway, and
268 we expect that there is redundancy in which cytokine drives PD-L1, as long as STAT3 is adequately activated. STAT3 can also be activated by
269 nearly 20 members of the IL-6 and IL-10 cytokine families. However, IL-6 and IL-10 are two of the most abundant cytokines secreted by myeloid
270 cells upon activation, and while dual blockade of the receptors led to a ~45% reduction in PD-L1, this could reflect the fact that blocking antibodies
271 do not completely neutralise all biological activity³³. STAT3 can also be weakly activated by TLR signalling and Src-family kinases^{34,35}, and we
272 cannot exclude the possibility of such contributions to its phosphorylation state. Furthermore, there are undoubtedly other transcriptional co-
273 factors recruited to the *Cd274* promoter alongside STAT3. Regardless, we have conclusively shown that STAT3 is biologically essential for its
274 activity by BCG, and linked this to biological targets that are amenable to intervention in clinical settings (e.g. tocilizumab, an α -IL-6R mAb).
275 Indeed, this study provides four such points of intervention when using BCG: (i) STAT3-activating cytokines, (ii) IL-6/IL-10 cytokine receptors, (iii)
276 the STAT3 transcription factor and (iv) the PD-L1 receptor itself.

277

278 STAT3 presents a highly appealing therapeutic target other than its role in PD-L1 expression due to the fact that it is a pleiotropic master controller
279 of general tolerance in APCs. STAT3 can suppress autophagy³⁶, nitric oxide production³⁷, IL-12 production³⁸, and co-stimulatory molecule
280 expression³⁹. Given our new findings, targeting this pathway during vaccination with BCG (for TB or malignancy) could reap multiple therapeutic
281 benefits.

282

283 In conclusion, we have revealed novel molecular insights into how BCG up-regulates PD-L1 on APCs, allowing for improved immunogenicity to
284 specific antigens, but also more intricate understanding of fundamental host-pathogen interactions. Future work will focus on exploring this
285 pathway in specific disease models that rely on BCG as a treatment, with the aim of bolstering immunological parameters, and ultimately,
286 treatment efficacy.

287

288

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290

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293

294 **Author Contributions**

295

296 A.C. conceived the work, performed majority of experiments and co-wrote the manuscript;

297 P.H., A.S. and G.R.D. helped with flow cytometry assays and *in vivo* PD-L1 blockade experiment; M.J.P. helped with statistical analysis; M.A.
298 provided the anti-PD-L1 antibody and critically reviewed the manuscript; R.R. conceived and supported the work and co-wrote the manuscript.

299

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303

304 **Competing Interests**

305 The authors declare no competing interests.

306

307

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393 **Figure Legends**

394 **Figure 1. MIH5 blocks the PD-L1 receptor *in vivo*.** Mice were immunised with 1 mg mAb via i.p. for 24h and splenocytes were tested for
395 blockade by staining with a fluorochrome-conjugated competitor clone. *Left:* Representative staining for PD-L1 and PD-L2. *Right:* Combined data
396 from $n = 2$ mice per group. Bars depict means, dots depict individual mice

397 **Figure 2. BCG can up-regulate PD-L1 expression without direct cellular association.** DCs and macrophages were infected in duplicate with
398 BCG and PD-L1 expression was assessed by flow cytometry. **(A)** *Left:* Representative staining of PD-L1 on macrophages at 48 hours. Cells were
399 gated by size and then viability. Numbers denote median fluorescence intensity (MFI). *Right:* PD-L1 expression on DCs and macrophages
400 infected with 0.1-2 MOI BCG or stimulated with 100 ng/mL LPS, at 24h and 48h post-infection. **(B)** Macrophages were infected with BCG
401 expressing GFP for 24h. *Top:* Gates were set on the negative control to determine GFP^{neg} and GFP^{pos} populations. *Bottom left:* Representative
402 histograms depicting PD-L1 expression in GFP^{neg} and GFP^{pos} cells. *Bottom right:* Pooled data showing PD-L1 MFI in infected and bystander
403 macrophages. Significance was tested against the negative control by two-way ANOVA with Dunnett's post-test (A & B). Bars depict means \pm
404 SEM. Data derived from $n = 3$ experiments: **** = $p < 0.0001$. * = $p < 0.05$

405 **Figure 3. BCG induces STAT3 activation and secretion of STAT3-activating interleukins.** **(A)** Macrophages were infected in duplicate for
406 18h with 0.1 MOI BCG or 100 ng/mL LPS. Cells were stained for surface PD-L1 expression, followed by intracellular staining for p-STAT3. *Top:*
407 Representative histogram showing levels of STAT3 phosphorylation. Numbers denote MFI. *Bottom:* Pooled data from several experiments
408 showing p-STAT3 MFI. **(B)** DCs and macrophages were infected in duplicate with 0.1-2 MOI BCG or 100 ng/mL LPS for 24-28h and supernatants
409 were tested for IL-6 and IL-10 by ELISA. Significance was tested by one-way ANOVA with Tukey's post-test (A) or two-way ANOVA with Dunnett's

410 post-test against the negative control (B). Data are derived from $n = 3$ experiments. Bars depict means \pm SEM. **** = $p < 0.0001$, *** = $p < 0.001$,
411 ** = $p < 0.01$.

412 **Figure 4. IL-6 and IL-10 are sufficient for PD-L1 expression and STAT3 is associated with its expression. (A)** DCs and macrophages were
413 stimulated with 50 or 500 pg/mL recombinant IL-6, IL-10 or both for 24h and PD-L1 expression was assessed by flow cytometry. Representative
414 histograms are depicted with MFIs for the relevant conditions, alongside pooled data from multiple experiments. **(B)** Macrophages were infected
415 with 0.1 MOI BCG for 18h and p-STAT3 was analysed by flow cytometry. *Left*: Representative histogram with MFIs and gating strategy, showing
416 p-STAT3 analysis within PD-L1^{lo} and PD-L1^{hi} populations. *Right*: Pooled data from multiple experiments. Data are derived from $n = 3$ experiments
417 (A & B). Significance was tested by student's t-test (B). Bars depict means \pm SEM. * = $p < 0.05$

418 **Figure 5. BCG-mediated up-regulation of PD-L1 is diminished by inhibiting the interleukin-STAT3 axis. (A)** Macrophages were pre-treated
419 with 50 μ g/mL blocking antibodies or isotype controls for ~2h and infected with 0.1 MOI BCG for 24h. PD-L1 expression was measured by flow
420 cytometry. *Left*: Representative histogram of PD-L1 expression with MFIs depicted. *Right*: Pooled data from multiple experiments, with calculated
421 percentage reduction in PD-L1 MFI. **(B)** Macrophages were pre-treated with 50 μ g/mL IL-6R and IL-10R blocking antibodies and then infected
422 with 0.1 MOI BCG for 18h. Levels of p-STAT3 were determined by intracellular flow cytometry. Shown is a representative plot with depicted MFI
423 for p-STAT3. **(C)** Macrophages were pre-treated with the indicated dose of Stattic or DMSO equivalent for 2 hours, and then infected with 0.1
424 MOI BCG or stimulated with 100 ng/mL LPS for 24h. Levels of PD-L1 were measured by flow cytometry. *Left*: Representative histogram showing
425 Stattic-mediated PD-L1 down-regulation. *Right*: Pooled data from multiple experiments showing percentage change from the vehicle control.

426 Significance was tested by one-way ANOVA with Tukey's post-test (A) or two-way ANOVA with Dunnett's post-test vs the vehicle control (B).

427 Bars depict means \pm SEM. Data are derived from $n = 3$ experiments. **** = $p < 0.0001$, *** = $p < 0.001$, ** = $p < 0.01$, * = $p < 0.05$

428 **Figure 6. *In vivo* PD-L1 blockade during BCG immunisation boosts CD4 T-cell cytokine production.** Splenocytes from immunised mice
429 were cultured in duplicate with 2 $\mu\text{g}/\text{mL}$ α -CD28 and either Ag85B/Acr (5 $\mu\text{g}/\text{mL}$) or PPD (5 $\mu\text{g}/\text{mL}$) for 6 hours, in the presence of brefeldin A (10
430 $\mu\text{g}/\text{mL}$). **(A)** Cells were then stained for Th1-Th17 cytokines and gated by size/viability \rightarrow CD3⁺ \rightarrow CD4⁺/CD8⁺. **(B)** CD4 T-cell cytokine responses.
431 **(C)** CD8 T-cell cytokine responses. Significance was tested by two-way ANOVA with Dunnett's post-test. Data are derived from $n = 3$ mice per
432 group. Bars depict means \pm SEM. **** = $p < 0.0001$, *** = $p < 0.001$, ** = $p < 0.01$, * = $p < 0.05$

433 **Figure 7. Model for BCG-mediated up-regulation of PD-L1 expression.** Proposed schematic showing how BCG targets IL-6 and IL-10 to
434 cause STAT3 phosphorylation and PD-L1 up-regulation.