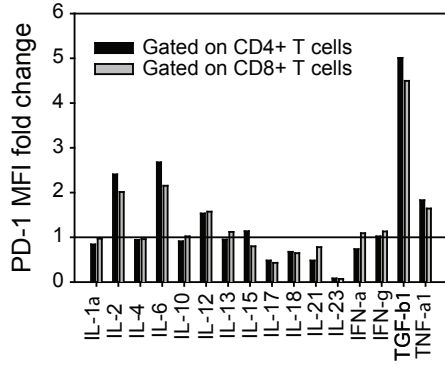
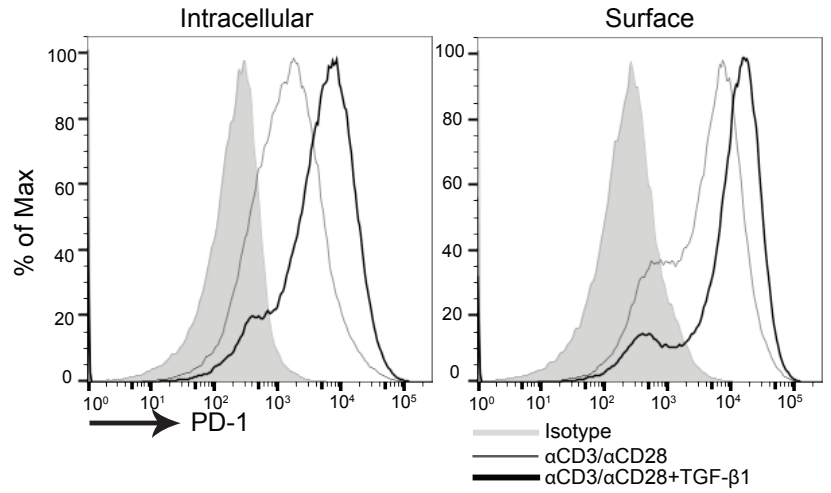


Supplemental Figure 1

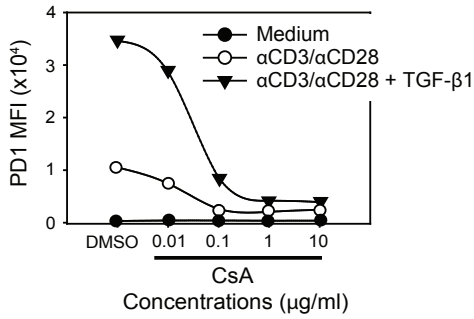
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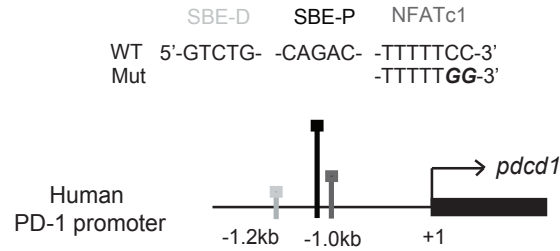
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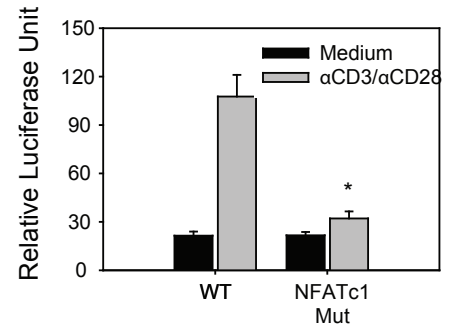
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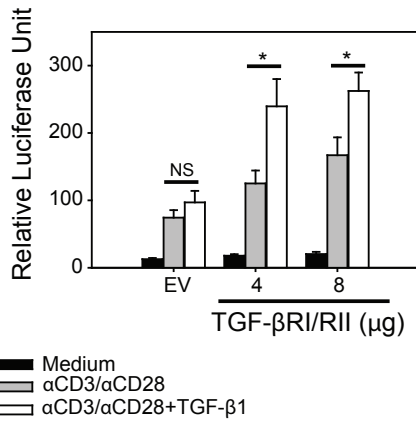
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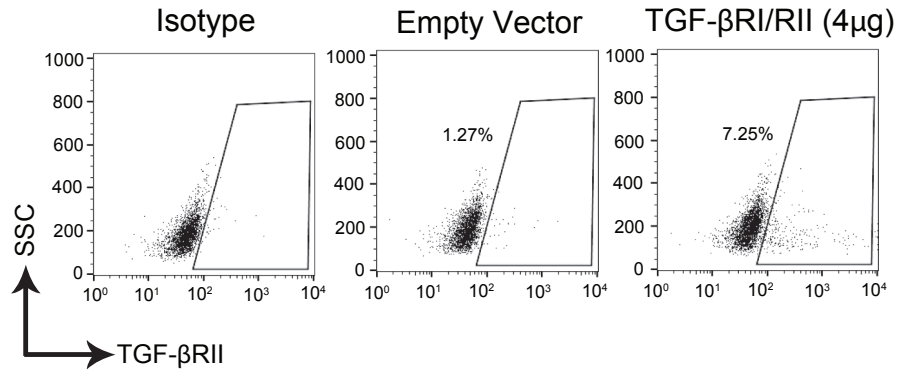
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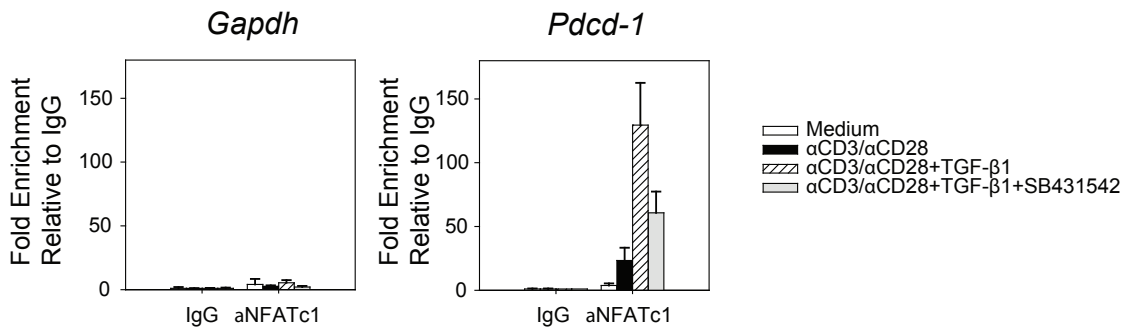
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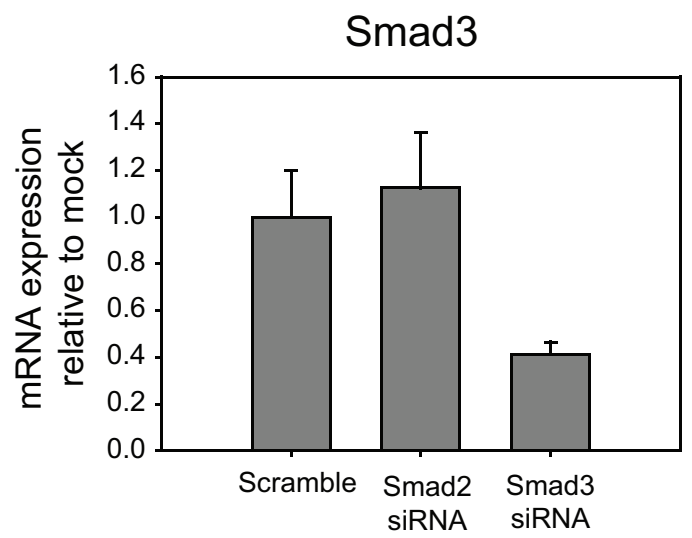
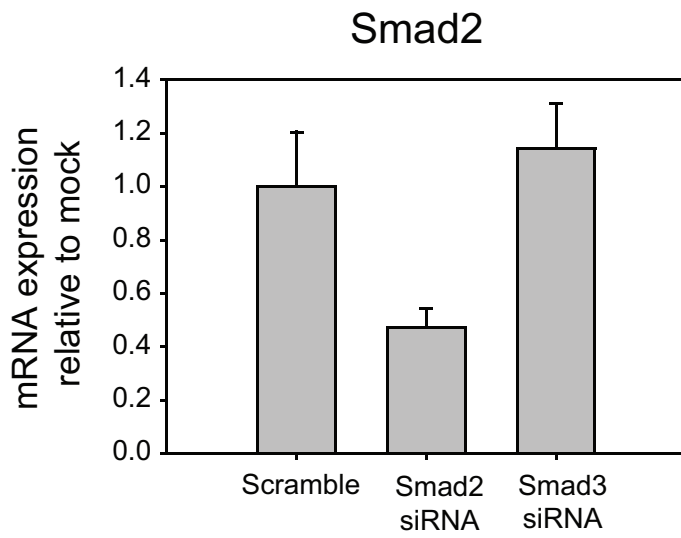


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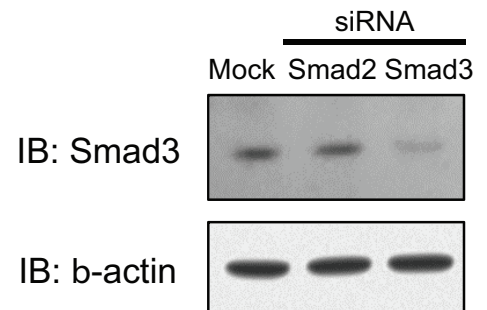
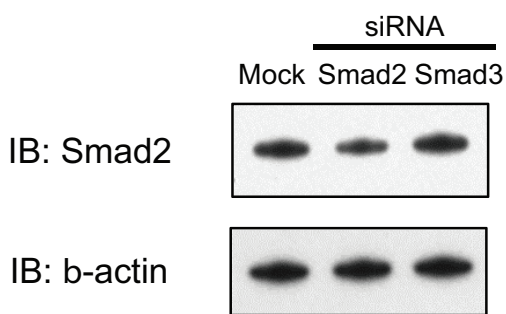


Supplemental Figure 2

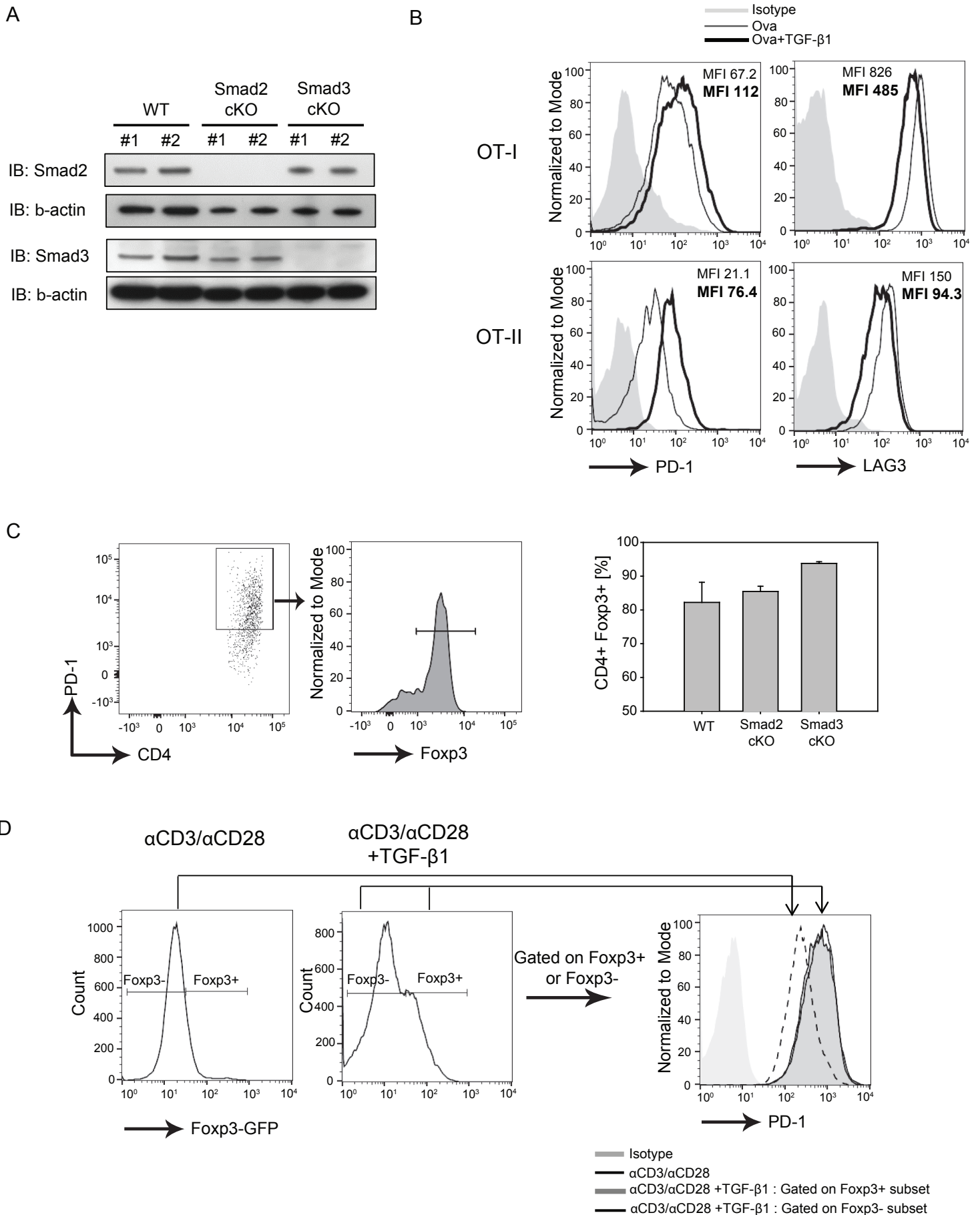
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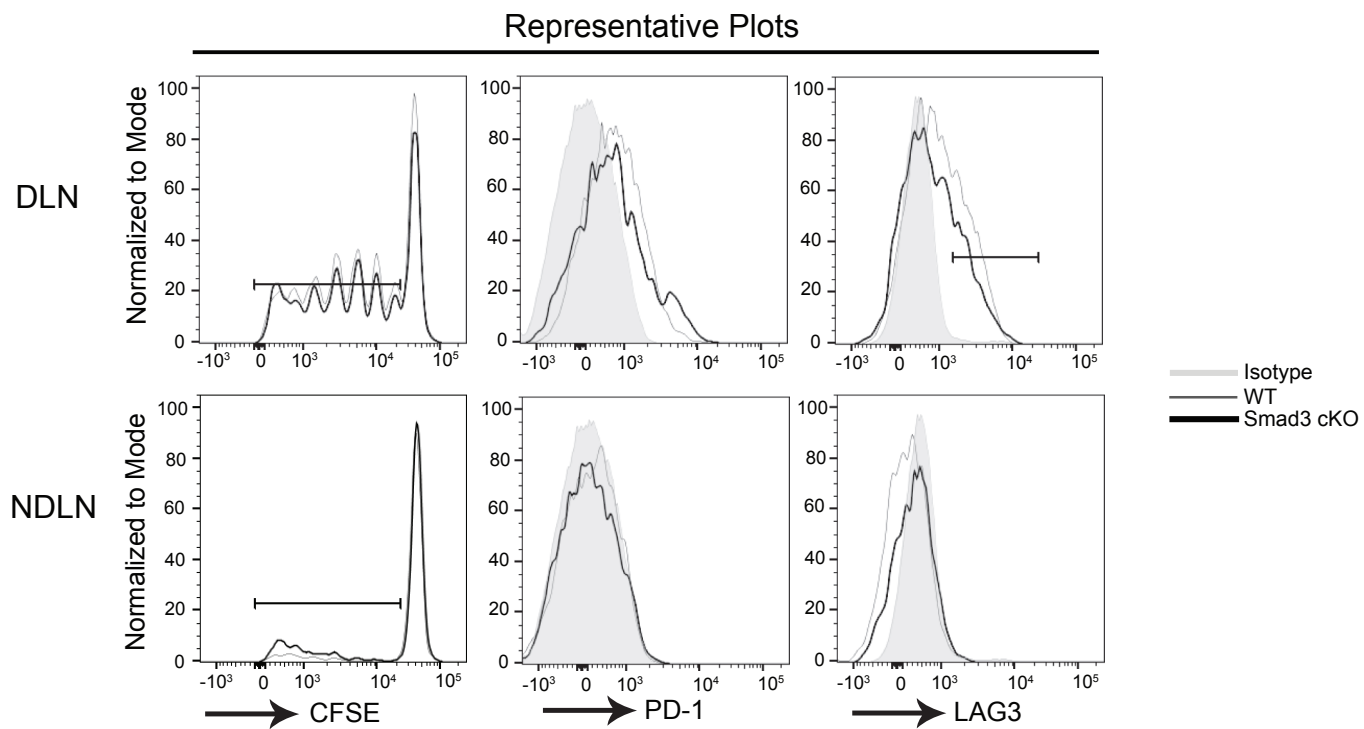


Supplemental Figure 3

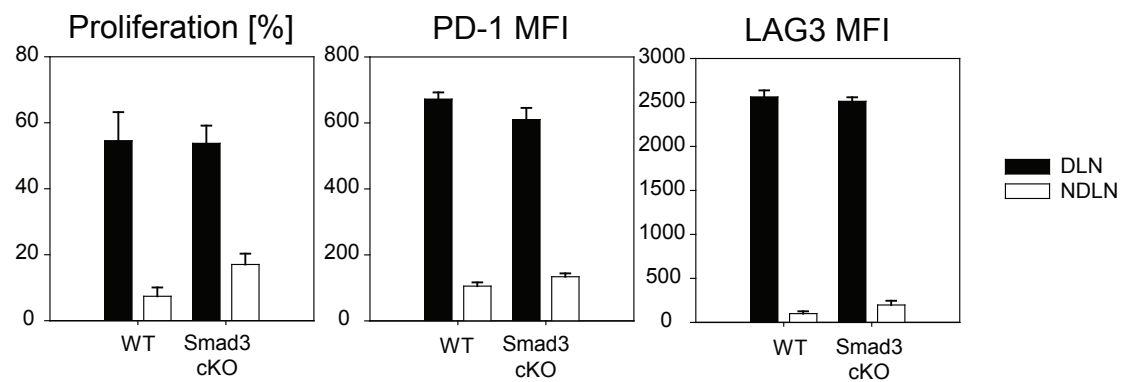


Supplemental Figure 4

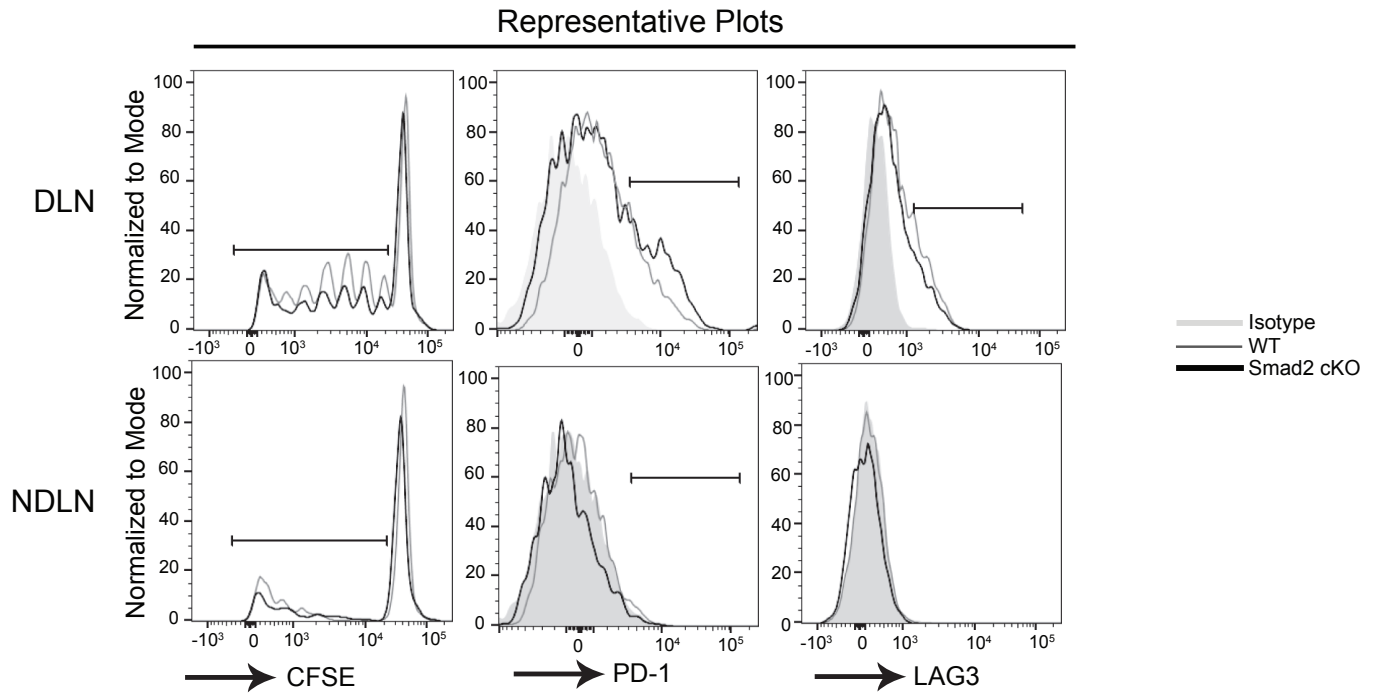
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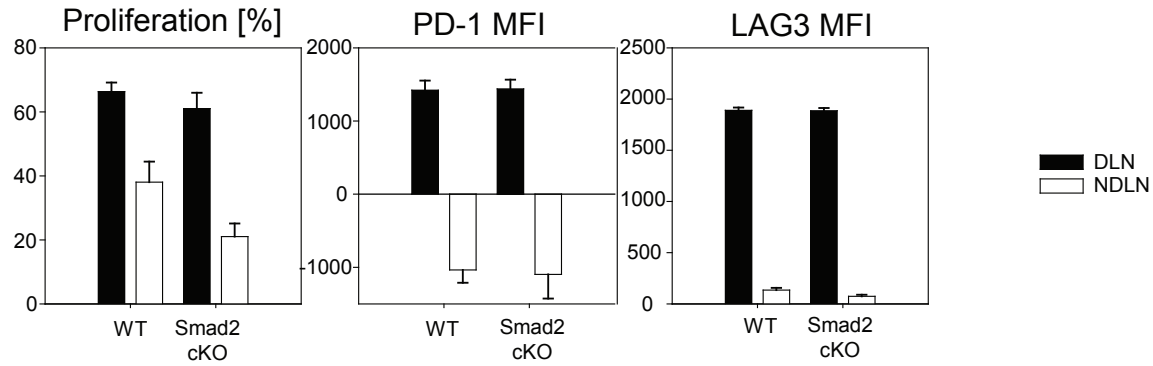
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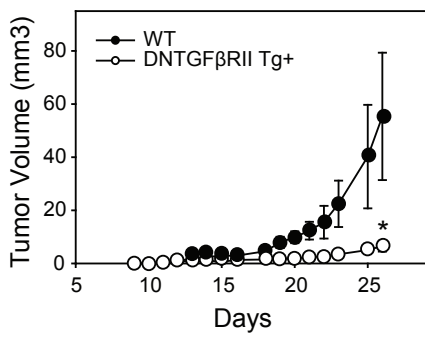
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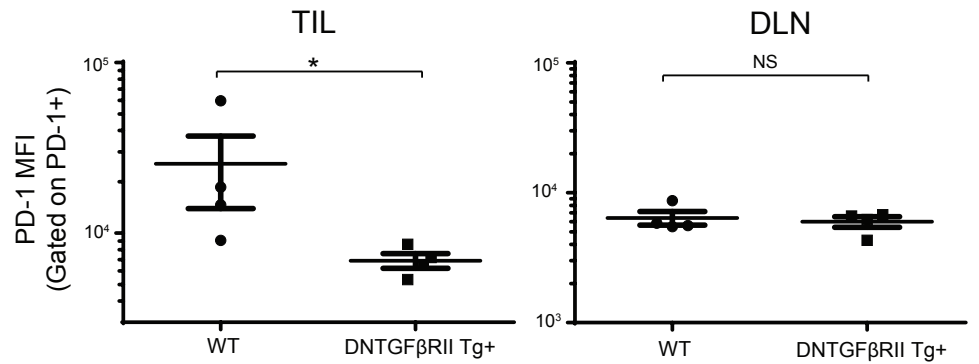
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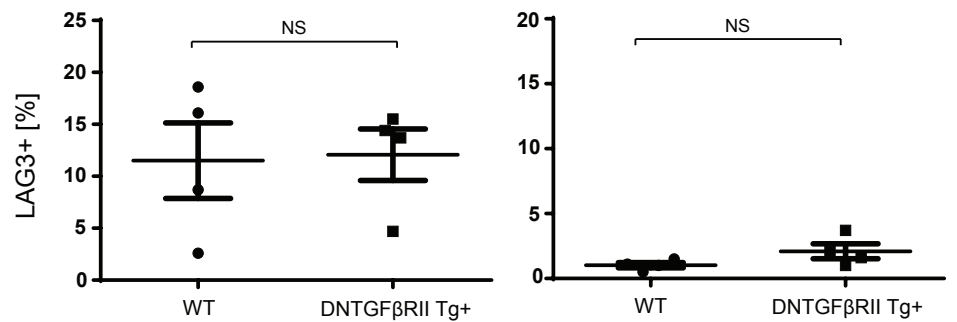
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Supplementary Information

Supplemental Figure 1. (a) The effect of various cytokines on PD-1 expression is shown as fold changes in MFI relative to the α CD3/ α CD28 condition with no cytokines in both CD4+ (black bars) and CD8+ (white bars) T cells. CD3+ T cells were enriched using magnetic isolation kits from the peripheral blood of healthy donors. The cells were activated with α CD3/ α CD28-conjugated beads in the presence of an individual cytokine (data from 500ng/ml is shown) with a cell to bead ratio of 1:1. In some experiments, a 1:3 cell to bead ratio was used with no changes in the relative effect of cytokines observed. After 72 hr, the cells were harvested and CD3+ CD4+ or CD3+ CD8+ were gated in order to assess respective PD-1 surface expression via flow-cytometry. (b) TGF- β induced proportionate increases in intracellular and surface PD-1 in the presence of α CD3/ α CD28 stimulation as described in (a). (c) Human peripheral CD3+ T cells were isolated and activated with α CD3/ α CD28-conjugated beads in the absence or presence of TGF- β 1 for 72 hr. Cyclosporine A (CsA) was added after 24 hr of activation at varying concentrations and PD-1 expression was assessed by flow-cytometry: medium alone (filled circles); α CD3/ α CD28 (open circles); α CD3/ α CD28+TGF- β 1 (filled triangles). The result is representative of two independent trials. (d) A putative NFATc1 binding site relative to Smad-binding elements (SBE) on a human *Pdcd-1* promoter region. (e) Jurkat T cells were transfected with a luciferase vector containing wild-type (WT) or mutant (Mut) NFATc1 site of the human *Pdcd-1* promoter as described in the Method section, and luciferase activity was measured after activation with α CD3/ α CD28. The result is shown as the mean +/- SEM of technical replicates and is representative of at least two independent trials. (f) Jurkat T cells were transfected with a 1.9 kb long human *Pdcd-1* promoter-driven luciferase vector together with different amounts of TGF- β RI and RII expression plasmids. Subsequently, the cells were activated with α CD3/ α CD28 with (white bars) or without TGF- β 1 (grey bars) and luciferase activity was measured. The result is shown as mean +/- SEM of technical replicates and representative of at least two independent trials. (g) Transfection efficiency of TGF- β RI and RII expression plasmids on Jurkat T

26 cells by flow-cytometry, as shown in SSC (Y-axis) and TGF- β RII (X-axis) (right). EV: empty vector.
27 The result is representative of two independent trials. (g) Chromatin immunoprecipitation analysis of
28 NFATc1 on the human *Pdcd-1* promoter. Human peripheral CD3+ T cells were isolated and activated
29 with α CD3/ α CD28-conjugated beads in the absence (black bars) or presence (hatched bars) of TGF-
30 β 1 for 24 hr and the CHIP assay was performed as described in the Method section. The degree of
31 enrichment is shown as fold-change (Y-axis) relative to non-specific binding by an isotype control in a
32 human *Gapdh* or *Pdcd-1* promoter region. The result is shown as the mean +/- SEM of technical
33 replicates and representative of at least two independent trials.

34

35 **Supplemental Figure 2.** (a) qPCR analysis of *Smad2* and *Smad3* mRNA levels in Jurkat T cells.
36 Jurkat T cells were transfected with scramble, *Smad2* and *Smad3* siRNA as described in the Method
37 section. After resting overnight, the cells were harvested and cellular RNA was isolated in order to
38 assess *Smad2* and *Smad3* transcript levels. The result is shown as mean +/- SEM of technical
39 replicates and representative of at least two independent trials. (b) siRNA transfected Jurkat T cells
40 were harvested and lysed for western blot analysis of Smad2 and Smad3.

41

42 **Supplemental Figure 3.** (a) Western blot analysis of Cre-mediated gene knock-out in *Smad2* and
43 *Smad3* cKO CD4+ T cells. Naïve CD4+ T cells (CD4+ CD25- CD62L+) were flow-sorted from WT,
44 *Smad2* and *Smad3* cKO mice and were activated with α CD3/ α CD28 for 72 hr. The cells were
45 harvested and lysed for western blot analysis of Smad2 and Smad3 expression as described in the
46 method section. Numbers represent biological replicates of each group. (b) Ovalbumin-specific CD8+
47 (OT-I) (top) and CD4+ (OT-II) (bottom) T cells were enriched by magnetic isolation from the spleen
48 and activated for 72 hr with Type1 Ovalbumin (Ova) and Type II Ova (10 μ g/ml) in the presence of
49 irradiated splenocytes under different conditions. PD-1 (left) and LAG3 (right) expressions are shown
50 in representative histograms: isotype (shaded histogram), peptide alone (thin histogram), peptide with

51 TGF- β 1 (50 ng/ml) (bold histogram). (c) Foxp3 expression in CD4+ PD-1+ T cells infiltrating the tumor
52 microenvironment in WT, *Smad2* cKO and *Smad3* cKO mice. A representative Foxp3 expression
53 histogram is shown (left) and percentage of Foxp3 among PD-1+ CD4+ T cells in each group is
54 shown as mean +/- SEM. (d) CD4+ T cells were magnetically isolated from Foxp3-GFP transgenic
55 mice, and were activated with α CD3/ α CD28 for 72 hr with or without TGF- β 1. PD-1 expression was
56 separately assessed on GFP+ and GFP- subsets as shown in representative histograms: isotype
57 (light shade); α CD3/ α CD28 (dashed line); GFP+ subset from α CD3/ α CD28+TGF- β 1 (dark shade);
58 GFP- subset from α CD3/ α CD28+TGF- β 1 (black line).

59

60 **Supplemental Figure 4.** The effects of TGF- β 1 signaling on PD-1 expression

61 (a) Representative histograms of CFSE (left), PD-1(middle) and LAG3 (right) expression on WT (thin
62 grey histogram) and *Smad3* (thin black histogram) cKO OT-I cells originating from the draining lymph
63 nodes (DLN) (top) and non-draining lymph nodes (NDLN) (bottom). (b) CFSE-, PD-1+ and LAG3+
64 OT-I subsets in DLNs were gated based on OT-I cells from NDNLNs. The percentage of CFSE- (left)
65 and MFI of PD-1 (middle) and LAG3 (right) of each subset are shown as mean +/- SEM, and the data
66 represent two independent trials. (c,d) The same analysis was performed on WT and *Smad2* cKO
67 OT-I cells and the data represent two independent trials. (e) WT and DNTGF β RII Tg+ mice were
68 injected with 10^5 B16 melanoma cells in foot-pads, and tumor volume (mm³) is shown as mean +/-
69 SEM on different days. (f) PD-1 MFI of PD-1+ CD8+ subset originating from the tumor
70 microenvironment (left) and DLN (right) is assessed from each mouse on Day 27. (g) The percentage
71 of the LAG3+ CD8+ subset originating from the tumor microenvironment (left) and DLN (right) is
72 assessed from each mouse on Day 27. The data were analyzed using Student's t-test and
73 considered significant if *P<0.05.