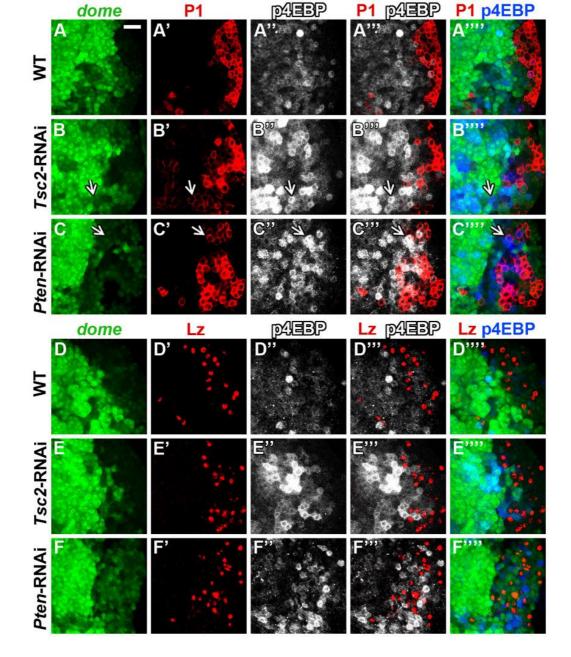


Fig. S1. Expression of p4EBP, cell population distributions and mitoses upon disruption of Tsc1/2 and Pten function. (A-F9) Increase in p4EBP expression upon TORC1 pathway manipulation at wL3. Singlecopy loss of Tsc1 ( $Tsc1^{f01910}/+$ ) (B,B9) or Tsc2 ( $Tsc2^{192}/+$ ) (C,C9) increases p4EBP expression (white) in dome<sup>+</sup> hemocyte progenitors (green), compared with WT (A,A9). Single-copy loss of Pten (Pten<sup>C494</sup>/+) (D,D9) increases p4EBP expression both within  $dome^+$  and  $dome^-$  hemocytes. Downregulation of Tsc2(dome>Tsc2RNAi; E,E9) in hemocyte progenitors autonomously increases p4EBP expression in dome<sup>low</sup> hemocytes throughout the LG. Downregulation of Pten (dome>PtenRNAi, F,F9) increases p4EBP autonomously within *dome*<sup>+</sup> hemocytes and non-cell-autonomously in *dome*-negative hemocytes. (G) Hemocyte and progenitor cell distributions at mL3 among the populations of dome<sup>+</sup>/PXN<sup>-</sup> prohemocytes (PH, green), dome<sup>+</sup>/PXN<sup>+</sup> intermediate progenitors (IP, yellow), and dome<sup>-</sup>/PXN<sup>+</sup> differentiated hemocytes (DH, red). WT LGs are composed of 65±5% PH, 10±3% IP and 25±5% DH. Tsc2 downregulation in progenitors does not affect prohemocyte population size at mL3: 64±5% of the LG represents PH, whereas 17±3% of cells are IP and 19±6% are DH. Pten deficiency increases differentiation at the cost of prohemocytes: 43±8% of the LG represents PH, whereas 17±4% are IP and 40±9% are DH. Data are mean  $\pm$  s.d. (*n*=10). Two-way ANOVA statistics showed significant changes (*P*<0.0001) in the distribution of hemocyte populations in Tsc2- or Pten-deficient LGs compared with WT at mL3. (H-M) Bromodeoxyuridine (BrdU, red) incorporation in WT (dome>gal4) (H-H0,K), dome>Tsc2RNAi (I-I0,L) and dome>PtenRNAi (J-J0,M) LGs at eL2. BrdU, a marker of cells in S phase, does not colocalize with p4EBP<sup>high</sup> cells in any backgrounds (H-J0). Histone (H, green), a nuclear marker, overlaps with BrdU (red), indicating nuclear localization of BrdU (K-M). (N) Distribution of mitoses in mL3 LGs among the populations of *dome*<sup>+</sup>/PXN<sup>-</sup> prohemocytes (PH, green), *dome*<sup>+</sup>/PXN<sup>+</sup> intermediate progenitors (IP, yellow) and dome<sup>-</sup>/PXN<sup>+</sup> differentiated hemocytes (DH, red). In WT, 71.5±1.8% of mitoses occur in PH, whereas 13.5±3.4% occur in IP and 15±2.5% in DH. Tsc2 downregulation does not affect the proportion of mitoses that occur in PH: 71±6.6% of mitoses occur within PH, whereas 15±5.3% occur in IP and 13.9±5.3% of mitoses occur in DH. By contrast, Pten downregulation decreases the proportion of mitoses in PH to  $53.1\pm5.8\%$ , whereas  $27.1\pm5.3\%$  of mitoses occur in IP and  $19.8\pm7\%$  in DH. Data are mean  $\pm$  s.d. (*n*=10). Two-way ANOVA statistics comparing the distribution of mitoses at mL3 in Tsc2- and Pten-deficient LGs compared with WT showed no difference for Tsc2RNAi LGs (P>0.05), but a significant change upon Pten deficiency (P<0.0001). Scale bars: 20 µm in A-F; 10 µm in H-M.



**Fig. S2. Distribution of p4EBP**<sup>high</sup> cells in *Tsc2*- and *Pten*-deficient LGs at mL3. All panels represent mL3 LGs. p4EBP is shown in white in columns 3 and 4 and in blue in column 5. P1 (A-C-9) labels differentiated PLs, and LZ (D-F-9) labels CCs and their progenitors. L1<sup>+</sup> lamellocytes were not observed at this stage in any of the genetic backgrounds. (A-A-9,D-D-9) WT. p4EBP is expressed throughout the primary lobe at low levels with some scattered p4EBP<sup>high</sup> cells. A small population of P1<sup>+</sup> (A-A-9) and LZ<sup>+</sup> (D-D-9) hemocytes is present. (B-B-9,E-E-9) Downregulation of *Tsc2* (*dome>Tsc2*RNAi) expands the population of p4EBP<sup>high</sup> cells. Rare p4EBP<sup>high</sup> cells colocalize with P1<sup>low</sup> (B-B-9) hemocytes (arrows), but not with P1<sup>high</sup> hemocytes or with LZ<sup>+</sup> cells (E-E-9). (C-C-9,F-F-9) Downregulation of *Pten* (*dome>Pten*RNAi) expands the population of p4EBP<sup>high</sup> cells. A subset of P1<sup>+</sup> hemocytes (arrows, C-C-9) are p4EBP<sup>high</sup>, including some P1<sup>high</sup> cells. LZ<sup>+</sup> cells are often observed adjacent to p4EBP<sup>high</sup> cells but they do not overlap (F-F-9). Scale bar: 20 µm.

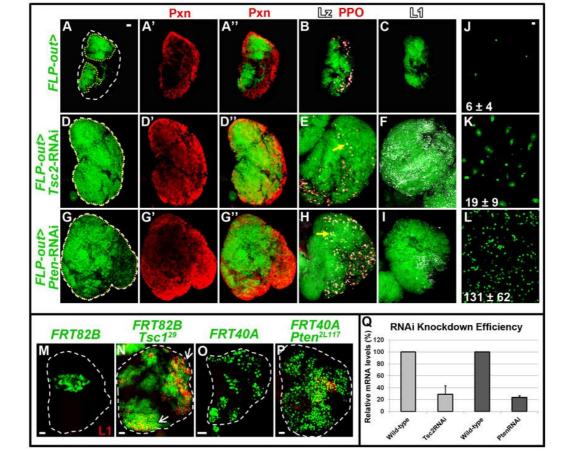
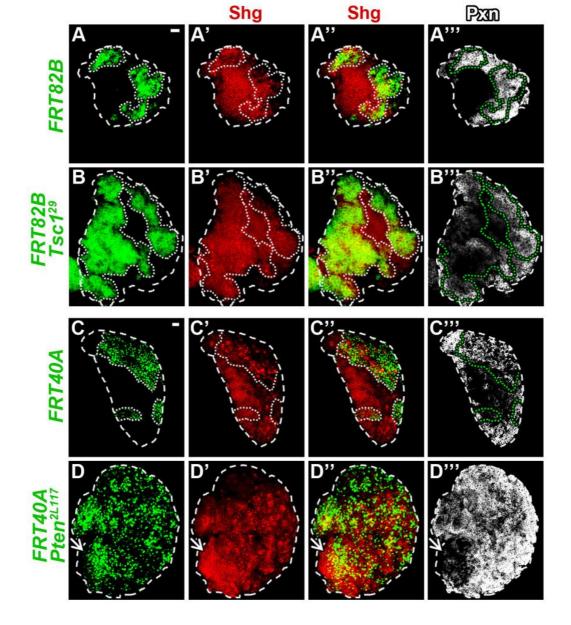


Fig. S3. Clonal analysis and knockdown efficiencies of Tsc2RNAi and PtenRNAi. Clones are demarcated in yellow in A,D,G. (A-C) WT LGs (FLP-out>): clonal expression of GFP (green) and normal expression of differentiation markers PXN (red, A9,A0), PPO (red, B), LZ (white, B) and L1 (white, C; not normally present in WT). (D-F) Clonal expression of Tsc2RNAi (FLP-out>Tsc2RNAi) increases LG size and GFP-marked clones encompass the entire LG lobe (compare with A-C). PXN (D9,D0) and L1 (F) expression expands throughout the LG. A small number of LZ<sup>+</sup>/PPO<sup>-</sup> CC progenitors (arrow) are also seen in medial regions of the LG (E), unlike in WT. (G-I) Clonal expression of PtenRNAi (FLP-out>Tsc2RNAi) increases LG size and increases differentiation (G9-H) with few lamellocytes observed (I). (J-L) Hemocyte bleeds from LG-specific lineage-traced larvae. GFP marks hemocytes in circulation that are derived from the LG. Very few LG-derived GFP<sup>+</sup> hemocytes are observed in circulation in WT (J). Downregulation of Tsc2 in the LG induces the release of LG-derived hemocytes, particularly lamellocytes, into circulation (K). Downregulation of *Pten* in the LG increases the relative number of LG-derived hemocytes, but not lamellocytes, released into circulation (L) compared with WT (P<0.001; J) or Tsc2 downregulation (P<0.001; K). Data are mean ± s.d., n=10. (M-P) All panels represent wL3. MARCM clones for WT [hs-flp FRT82B Tub-mCD8-GFP (M) and hs-flp FRT40A Tub-nGFP (O)], Tsc1<sup>29</sup> (hs-flp FRT82B Tsc1<sup>29</sup> FRT82B Tub-mCD8-GFP, N) and Pten<sup>2L117</sup> (hs-flp FRT40A Pten<sup>2L117</sup> FRT40A Tub-nGFP, P). In WT, lamellocytes (red) are not observed (M,O).  $Tsc1^{-/-}$  clones autonomously induce lamellocyte differentiation (arrows, N). Pten<sup>-/-</sup> clones induce a small number of lamellocytes (P). (Q) Knockdown efficiency of Tsc2RNAi and PtenRNAi constructs. Quantitative RT-PCR was performed to assess the relative levels of Tsc2 or Pten at wL3, following ubiquitous expression of their respective RNAi constructs with daughterless-Gal4. Data are the mean of three replicates ± s.d. Tsc2 mRNA transcripts were detected at 29.02% of WT, and Pten mRNA transcripts were detected at 23.88% of WT. Scale bars: 20 µm; except for 1.23 magnification for I.



**Fig. S4. Shotgun expression in** *Tsc1* and *Pten* **LOF backgrounds.** All panels represent wL3. Clones are outlined by a white or green dotted line. (A-B-) *Tsc* MARCM clones. (A-A-) WT MARCM clones (*hs-flp FRT82B Tub-mCD8-GFP*). (B-B-) *Tsc1*<sup>29</sup> clones (*hs-flp FRT82B Tsc1*<sup>29</sup> *FRT82B Tub-mCD8-GFP*) maintain Shotgun (SHG, DE-cadherin) expression (red) in  $Tsc1^{-/-}$  clones (green). High PXN expression (white) is observed only at the tissue periphery, while  $Tsc1^{-/-}$  cells express low PXN levels (gray, B-). (**C-D**-) *Pten* MARCM clones. (C-C-) WT MARCM clones (*hs-flp FRT40A Tub-nGFP*) express highest SHG expression in medial, PXN-negative tissue. Cells in the periphery are differentiated and express reduced SHG levels, except for non-specific expression of SHG in scattered cells. (D-D-) *Pten*<sup>2L117</sup> *FRT40A Tub-nGFP*) that are medially localized (arrow) are PXN negative and express high SHG levels. Scattered *Pten*<sup>-/-</sup> cells in the periphery are PXN<sup>high</sup> (white) and express reduced levels of SHG, except for some scattered cells. Scale bars: 20 µm.

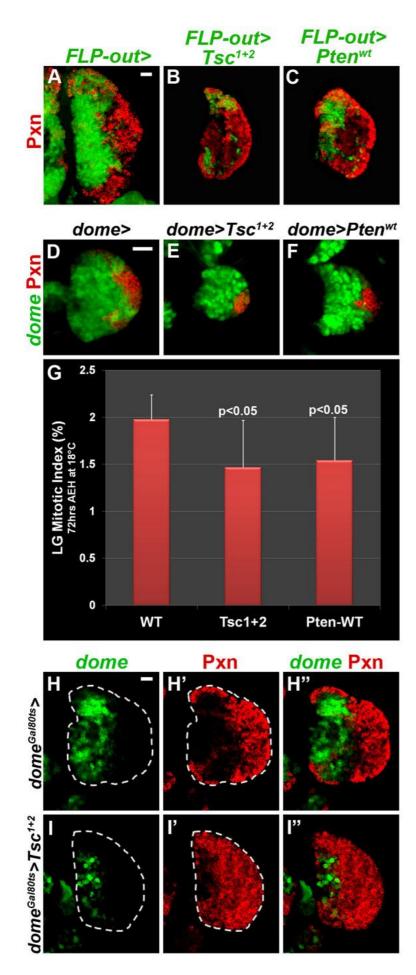
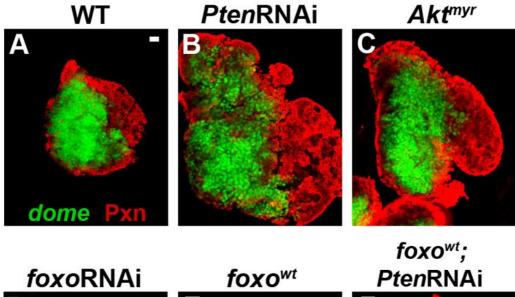
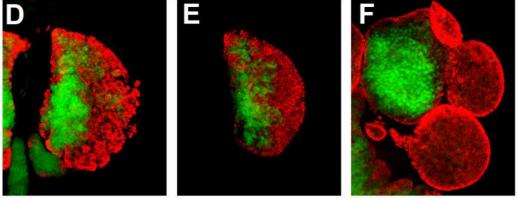


Fig. S5. Inhibition of TORC1 signaling in prohemocytes impairs early LG growth. (A-C) FLP-out clones were generated specifically in the LG for WT (*FLP-out*>; A),  $Tsc^{l+2}$  (*FLP-out*>  $Tsc^{l+2}$ ; B) and  $Pten^{wt}$  (*FLP-out*>  $Pten^{wt}$ ; C). Clonal overexpression of  $Tsc^{l+2}$  (B) or  $Pten^{wt}$  (C) reduces overall LG size at wL3 and increases the population of PXN<sup>+</sup> hemocytes (red). (**D-F**) Overexpression of  $Tsc^{l+2}$  (E) and  $Pten^{wt}$  (F) in prohemocytes decreases overall LG size at 1L2, compared with WT (*dome*>, D), but the onset of differentiation of a small number of PXN<sup>+</sup> (red) hemocytes at the LG periphery occurs normally. Staging of  $dome>Tsc^{l+2}$  and  $dome>Pten^{wt}$  was performed at 18°C and IL2 larvae were dissected at 72 hours AEH. (G) Quantification of mitotic index at IL2. Overexpression of  $Tsc^{l+2}$  (1.47±0.5%, P<0.0001) or  $Pten^{wt}$  (1.54±0.46, P<0.0001) in prohemocytes decreases mitotic index, compared with WT (1.98±0.26%). Data are mean ± s.d., n=10. (H-I0) Delaying expression of  $Tsc^{l+2}$  in prohemocytes (red). Late expression of  $UAS-Tsc^{l+2}$  in progenitors was induced using *dome-gal4*;  $P\{tubP-gal80[ts]\}20$  and shifting larvae to the restrictive temperature (29°C) at eL3. Scale bars: 20 µm (for each row).





**Fig. S6. FOXO-independent role of AKT in mediating** *Pten* **LOF phenotypes.** All panels represent wL3 LGs. In all panels, *dome-gal4, UAS-2xEGFP* (green) drives expression of the genetic constructs listed. PXN expression is in red. (**A**) WT LG. (**B**) *Pten* downregulation in prohemocytes increases LG size and expands the population of PXN<sup>+</sup> hemocytes. (**C**) Overexpression of activated *Akt* (*Akt<sup>myr</sup>*) increases the population of PXN<sup>+</sup> hemocytes 'bud' at the LG periphery. (**D**) Downregulation of *foxo* in prohemocytes does not phenocopy *Akt<sup>myr</sup>* overexpression (C) or *Pten* downregulation (B) in the LG. (**E**) Overexpression of *foxo* increases PXN<sup>+</sup> hemocytes at the expense of prohemocytes. (**F**) Overexpression of *foxo* upon *Pten* downregulation does not rescue the accumulation of differentiated hemocytes associated with *Pten* deficiency (B). Scale bar: 20 µm.