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(54) Title: NOVEL PEPTIDYL ALPHA-HYDROXYGLYCINE ALPHA-AMIDATING LYASES

(57) Abstract: The present patent application concerns an enzyme capable of catalysing the conversion of a α -hydroxyglycine to an α -amide and the use of such enzymes for producing a C-terminal α -amidated peptide.

NOVEL PEPTIDYL ALPHA-HYDROXYGLYCINE ALPHA-AMIDATING LYASES

FIELD OF THE INVENTION

The present invention relates to isolated polypeptides having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, methods for preparing such polypeptides and the use of such 5 polypeptides in processes for producing C-terminal α -amidated peptides.

BACKGROUND OF THE INVENTION

In multicellular organisms certain peptides (“precursors”), like neuropeptides, are post-translationally modified in a series of enzymatic steps that cleave and further modify peptide substrates to yield fully functional bioreactive peptides. The process begins in the trans-Golgi 10 apparatus and continues as immature secretory granules. A very important late stage post-translational modification for many of these peptides is carboxyterminal alpha amidation.

Alpha-amidation of C-terminal residues is pivotal for the activity of several peptide hormones involved in the human or animal metabolism. Several peptide hormones are today used as drugs in the treatment of humans, e.g. for control of obesity and/or diabetes, or are 15 under development as potential drugs. An example of such a peptide hormone is amylin (e.g. Symlin®, pramlintide acetate, which is an analogue of human amylin). Human amylin is a 37 amino acid residue peptide which can be used for treating or preventing obesity and/or diabetes. Accordingly, the C-terminal of amylin needs to be amidated in order to obtain full biological activity. Likewise Peptide YY (PYY) should be alpha amidated to obtain full biological 20 activity.

E. coli, and yeast are widely used for recombinant expression of peptides of eukaryote origin. However, due to the nature of the C-terminal α -amide group peptide hormones cannot be expressed in an active form using state of art microbial expression systems based on *E. coli* and yeast, as alpha amidating enzymes are not expressed naturally in these organisms. 25 Therefore a C-terminal alpha amide must be introduced in the recombinantly expressed peptides using for an example an *ex vivo* modification with alpha amidating enzymes.

Enzymatic modification of peptide precursors with a C-terminal Gly to α -amide by means of a bifunctional peptidyl α -amidating monooxygenase (PAM) is found in several eukaryotic organisms. Multiple alternatively spliced transcript variants encoding different isoforms have 30 been described for this enzyme. The enzyme has exclusively been described for multicellular organisms (Metazoa). The conversion of C-terminal Gly residue in a peptide to α -amide is a two-step process, where the N-terminal domain of PAM (named PHM) catalyses the conver-

sion of Glycine to α -hydroxyglycine and the C-terminal domain of PAM (named PAL) catalysis the conversion of the α -hydroxyglycine to α -amide. In eukaryotic organisms the two catalytic domains work sequentially to catalyze neuroendocrine peptides to active alpha-amidated products. Two disulphidebridges are highly conserved in PAL domains from eukaryotic organisms.

While it may be possible to synthesize by chemical means small peptides which contain an amide group at the C-terminal end (alpha amide), larger alpha-amidated peptides are difficult and expensive to produce. Alpha amidating enzymes are thus useful in the conversion of recombinant precursor peptides to mature peptides.

10 US4708934 describes a peptidyl-glycine α -amidating monooxygenase extracted from medullary thyroid carcinoma cell lines and tissue samples.

US5789234 describes the production of an alpha-amidating enzyme by recombinant DNA techniques.

15 WO90/08194 relates to a process for production of C-terminal alpha amidated peptide from a precursor peptide by the use of a eukaryotic C terminal alpha amidating enzyme. Also described is a method for eukaryotic expression of these C terminal alpha amidating enzymes.

WO89/02460 describes a bovine derived PAM enzyme, its cloning, cDNA and expression by recombinant DNA technology.

20 EP0448513 describes a process for recombinant expression of a peptidylglycine alpha-hydroxylating monooxygenase derived from *Xenopus Laevis*, comprising culturing insect cells transfected with a recombinant baculovirus to which a DNA coding for the peptidylglycine alpha-hydroxylating monooxygenase has been incorporated to produce the enzyme.

EP0465404 describes an enzyme (PHL; PAL) derived from *Xenopus Laevis* catalysing the cleavage of the N-C bond in the α -hydroxyglycine moiety of a C-terminally α -hydroxylated peptide, the cloning of the enzyme and its recombinant expression in insect cells.

US 20060292672 describes a cell line for expressing PAM or one of its two catalytic domains.

30 EP2172550 describes a recombinant C-terminal alpha-amidating enzyme derivative which lack the formation of at one of the five disulfide bonds normally occurring in a C-terminal alpha-amidating enzyme derived from *Xenopus laevis* and method of producing said derivative recombinantly in *E. coli* where the inclusions body obtained is solubilized and subjected to a refolding procedure.

SUMMARY OF THE INVENTION

The invention concerns novel enzymes, which are capable of catalysing the conversion of a α -hydroxyglycine to an α -amide in a peptide (peptidyl- α -hydroxyglycine alpha-amidating lyase activity).

5 The novel enzymes are derived from prokaryotic organisms and have different physico-chemical and structural properties than described for eukaryotic PAL enzymes.

Accordingly, the invention provides enzymes having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that they are derived from a prokaryotic organism.

10 The invention also provides enzymes having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that they can be expressed in *E.coli* as soluble enzymatically active proteins.

The invention also provides enzymes having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that they have an amino acid sequence comprising no cysteine residues, or at most 1 or at most 2 cysteine residues.

15 The invention also provides an enzyming having having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it can be produced by a method comprising the steps of: (i) cultivating a recombinant an *Escherichia coli* strain host cell comprising a nucleic acid construct comprising a nucleotide sequence encoding the enzyme, under conditions suitable for the expression of the enzyme; and (ii) recovering the enzyme from the super-

20 supernatant after host cell disruption and centrifugation.

Also provided are enzymes capable of catalysing the conversion of a α -hydroxyglycine to an α -amide in a peptide, wherein said enzyme has an amino acid sequence comprising the following motif (named motif 1): Xaa₁ Val Xaa₂ Asp Arg Xaa₃ Xaa₄ Xaa₅ Arg Xaa₆ Gln Xaa₇ Xaa₈ Xaa₉ Xaa₁₀ Xaa₁₁ Gly Xaa₁₂ Xaa₁₃ Xaa₁₄ Xaa₁₅ Xaa₁₆ Trp; where Xaa₁ to Xaa₁₆ are selected independently from a natural occurring amino acid, provided that Xaa₁ and Xaa₇ are not Cys.

25 Also provided are enzymes capable of catalysing the conversion of a α -hydroxyglycine to an α -amide in a peptide, wherein said enzyme has an amino acid sequence comprising the following motif (named motif 2): Asp Gly Tyr Xaa₁₇ Asn Xaa₁₈ Arg Xaa₁₉ Xaa₂₀ Xaa₂₁ Phe Xaa₂₂ Xaa₂₃ Xaa₂₄ Gly Xaa₂₅ Xaa₂₆ Xaa₂₇ Xaa₂₈ Xaa₂₉ Xaa₃₀ Xaa₃₁ Xaa₃₂ Xaa₃₃ Gly Xaa₃₄ Xaa₃₅ Xaa₃₆ Gly Xaa₃₇ Phe, where Xaa₁₇ to Xaa₃₇ are selected independently from a natural occurring amino acid, provided that Xaa₁₇ is not Cys.

30 Also provided are enzymes having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which comprises an amino acid sequence having at least 80% identity to the amino acid

sequence selected from: (a) amino acids 2-306 of SEQ ID No. 1; (b) amino acids 3-336 of SEQ ID No. 2; (c) amino acids 3-305 of SEQ ID No. 3; (d) amino acids 3-279 of SEQ ID No. 4; (e) SEQ ID No. 19; (f) SEQ ID No. 20; (g) SEQ ID No. 21; (h) SEQ ID No. 22; and (i) SEQ ID No. 23.

5 The invention further provides the use of the enzymes of the invention in a process for preparing an α -amidated peptide by catalysing the conversion of a C-terminal α -hydroxyglycine residue to an α -amide residue in a peptide. Provided is also methods for producing an α -amidated peptide using the enzymes of the invention. Additionally the invention concerns a method for producing the enzymes of the invention by recombinant technology by 10 providing an isolated nucleic acid encoding the enzyme of the invention, a vector comprising the nucleic acid, and a host cell.

DESCRIPTION OF THE DRAWINGS

Figure 1: Representative pET11a vector map of Plasmid C encoding bacterial PAL-like domain (without predicted signal peptides) from Erythrobacter (SEQ ID NO:1) with an N-terminal fusion partner (SEQ ID NO: 7) and a HRV14 3C protease cleavage site in the intervening linker region (SEQ ID NO: 8) (The entire fusion protein is marked with the feature Protein 3). Ndel, Xhol and BamHI restriction enzyme sites are depicted. T7 promoter region, Ampecillin resistance gene, lacI repressor region and origin of replication site are also shown in the vector map.

20 **Figure 2:** SDS-PAGE showing the expression profile of RL9_THEMEA TAP tagged Erythrobacter PAL-like domain (A) and rat PAL (B). Uind: Uninduced cell culture control (neg. control), Ind: After induction with 0.5 mM IPTG for 3 hours at 30°C, Sup: soluble fraction, Pel: Insoluble fraction. Arrow indicates molecular weight position of PAL bands on gels.

25 Although expression levels are comparable the Erythrobacter PAL-like domain is expressed as highly soluble protein, in contrast to the rat PAL, which is insoluble and will require refolding to obtain a functional enzyme.

Figure 3: A: FPLC chromatogram, showing SP Sepharose FF purification profile of RL9_THEMEA tagged Erythrobacter PAL-like domain. The fusion protein elutes with a NaCl conc. of ~0.25 M indicated by arrow. Stippled line indicates conductivity curve, solid line indicate UV absorption signal at 280 nm. Numbers at X-axis indicates fractions and ml.

B: SDS-PAGE gel showing fractions from the main peak on the chromatogram from Figure 3A. Apl: Application loaded onto the column, Ft: Flow through fractions. The TAP tag provides efficient capture and high purity after one cation exchange chromatography step.

Figure 4A: FPLC chromatogram showing Q Sepharose HP separation of mature *Exiguobacterium* PAL-like domain released from RL9_THEME tag following processing of fusion protein with HRV14 3C protease. A major peak elutes at ~0.4 M NaCl as indicated by arrow. Stippled line indicates conductivity curve, solid line indicate UV signal at 280 nm.

5 Numbers at X-axis indicates fractions and ml.

Figure 4B: SDS-PAGE analysis of eluted fraction from FPLC separation shown in Figure 4A. Apl: Application loaded onto the column, Ft: Flow through fractions. In the application lane two bands representing the mature *Exiguobacterium* PAL-like domain (~30 kDa) and the released purification tag (~18 kDa). The major peak from the purification almost exclusively contains the mature PAL (solid arrow), whereas the released TAP tag does not bind the anion exchange column and is present in the flow through fraction (stippled arrow).

Figure 5: UPLC analysis of synthetic α -hydroxy hippuric acid and benzamide representing α -hydroxyglycine (Gly(OH)) and α -amide (-NH₂), respectively (marked below the relevant peaks). α -hydroxy hippuric acid was incubated with bacterial PAL-like enzymes with or without TAP tags in the N-terminal for 3 hours at 37°C, with the addition of relevant cofactors. Bold arrows points at the most significant enzymatic conversions to the benzamide.

Figure 5.A: Analysis of *Erythrobacter* PAL-like domain with (+TAP) (SEQ ID NO: 7) or without (-TAP) purification tag tested using acidic (MES pH 5.5) or basic (Tris pH 7.5) buffer conditions. Negative (neg.) control (ctrl) are the chromatograms for samples without addition of enzyme. Conversion of alphahydroxyhippuric acid to benzamide can occur spontaneously at high pH (Fig. 5A6/7) as previously described in literature. However, from the relative areas of α -hydroxy hippuric acid and benzamide substrate peak areas it is concluded that addition of enzyme can catalyze the conversion, most efficiently at pH 7.5 both with (Fig. 5A2/7) and without a TAP tag (Fig. 5A4/7).

Figure 5.B: Analysis of *Chthoniobacter* PAL-like domain with (+TAP) purification tag (SEQ ID NO: 7) tested using acidic (MES pH 5.5) or basic (Tris pH 7.5) buffer conditions. The *Chthoniobacter* enzyme is more active in the lower pH range compared to the *Erythrobacter* enzyme, as the benzamide peak area is significantly increased after incubation with the enzyme at pH 5.5 (Fig. 5B1/7) compared to the neg. ctrl. (Fig. 5B 3/7).

Figure 6: Extracted and deconvoluted MS spectra of amylin analog model peptide confirming the PAL activity of bacterial PAL-like domains by co-incubations with rat PHM. X-axis: mass over charge ratios in Dalton. Y-axis: relative intensity of MS peaks. The masses of the prominent MS peaks are indicated in the spectrum; Precursor peptide control (containing a C-terminal Gly residue): 13934.66 Da, α -hydroxyglycine intermediate peptide (comprising a C-terminal α -hydroxyglycine): 13951 Da, α -amidated peptide: 13876.62 Da

A: Untreated control, B: rat PHM alone (2 hours), C: Planctomyces PAL-like domain, protein 10 (2 hours), D: Erythrobacter PAL-like domain, protein 3 (2 hours), E: Planctomyces PAL-like domain, protein 10 (5 hours), F: Erythrobacter PAL-like domain, protein 3 (5 hours).

Figure 7: Extracted and deconvoluted MS spectra of purified C-terminal alphahydroxy-

5 glycine extended Pramlintide peptide incubated with four different bacterial PAL-like domains (SEQ ID NO: 1-4). X-axis: mass over charge ratios in Dalton. Y-axis: relative intensity of MS peaks. The masses of the two prominent MS peaks are indicated in the spectrum; α -hydroxyglycine intermediate peptide (comprising a C-terminal α -hydroxyglycine: ~4023 Da) peaks and α -amidated peptide (~3949 Da) peaks were all determined to be very close to 10 the calculated average isotopic masses. Enzyme to substrate ratios (w/w) for each reaction is indicated.

A: Erythrobacter (SEQ ID NO: 1) i) PHM treated control (ctrl), ii) 1:1250, iii) 1:500, iv) 1:100

B: Planctomyces (SEQ ID NO: 4) i) PHM treated control(ctrl), ii) 1:1250, iii) 1:500, iv) 1:100.

C: Chthoniobacter (SEQ ID NO: 3) i) PHM treated control(ctrl), ii) 1:100, iii) 1:50, iv) 1:25.

15 D: Exiquobacterium (SEQ ID NO:2) i) PHM treated control(ctrl), ii) 1:100, iii) 1:50, iv) 1:25

DEFINITIONS

“PAM” or “peptidyl-glycine alpha-amidating monooxygenase” refers to the bi-functional enzyme catalyzing both conversions of a C-terminal Glycine residue to a α -hydroxyglycine and the conversion of a α -hydroxyglycine to an α -amide. The enzyme is also 20 known as peptidylglycine 2-hydroxylase, peptidyl alpha-amidating enzyme, peptidylglycine alpha-hydroxylating monooxygenase and peptidyl-alpha-hydroxyglycine alpha-amidating lyase.

“PHM” or “peptidylglycine alpha-hydroxylating monooxygenase” is an enzyme, capable of catalysing the conversion of a C-terminal Glycine residue to a α -hydroxyglycine.

25 Other terms for PHM are: peptidylglycine 2-hydroxylase, peptidylglycine alpha-amidating mono-oxygenase, peptidylglycine alpha-hydroxylase, peptidylglycine alpha-hydroxylating monooxygenase, peptidylglycine alpha-hydroxylating-monooxygenase, peptidylglycine alpha-monoxygenase, EC 1.14.17.3, and peptidylglycine monooxygenase.

As used herein “PAL enzyme”, “PAL” or “peptidyl- α -hydroxyglycine alpha-30 amidating lyase” is an enzyme capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. Synonyms for PAL are: Peptidylamidoglycolate lyase α -hydroxyglycine amidating dealkylase, HGAD, PGL, peptidylamidoglycolate peptidylamide-lyase, EC 4.3.2.5, and peptidylhydroxyglycine N-C lyase (PHL). The activity of the PAL enzyme can be demonstrated as described in Assay (I).

With "an enzyme capable of catalysing the conversion of a C-terminal α -hydroxyglycine to α -amide" is meant an enzyme which is capable of catalysing the reaction R-Gly(OH) \rightarrow R-NH₂, where R is a peptide, a protein or a chemical compound.

As used herein the expression "an enzymes of the invention" means a polypeptide 5 of the invention which has peptidyl- α -hydroxyglycine alpha-amidating lyase activity.

Nonpeptide substrates such as alpha-hydroxyhippuric acid also serve as substrates for PAL.

The term "**PAL-like**" is meant to denote an enzyme having the same activity as the known eukaryotic PAL enzyme.

10 By "**target peptide**" is meant the peptide, which is modified in an α -amidation process to obtain a C-terminal α -amide group. The target peptide should comprise a Gly residue in the C-terminal. The target peptide may be described as having the formula R'-X-Gly, where X represent any amino acid and where X is the amino acid to be converted to an amino acid amide, i.e. for which -COOH is to be converted to CO-NH₂ in the enzymatic α -amidation process reaction, R' represent a remaining portion of the peptide, and Gly represents a C-terminal glycine residue.

20 One example of a target peptide is a precursor of amylin, which in addition to the amylin sequence comprises a Gly residue in the C-terminal. Other non-limiting examples of Gly-extended peptide precursors relevant for the invention includes Neuropeptide Y (NPY), Peptide YY (PYY), PYY-3-36, Pancreatic polypeptide (PP), Glucagon like peptide (GLP-1), gastrin, calcitonin, calcitonin related peptide (CGRP), gastrin releasing peptide, vasopressin, oxytocin, neuropeptide A, secretin, pancreastatin, pro-opiomelanocortin (POMC), alpha-melanocyte-stimulating hormone (alpha MSH), gamma-melanocyte-stimulating hormone (gamma 1MSH), and amidated hinge peptide (HP-N) or functional analogs thereof.

25 The term "**isolated polypeptide**" or "**isolated polynucleotide**" as used herein refers to a polypeptide or polynucleotide" that is isolated from its natural source.

30 A used herein, the terms "**purified**" or "**recovered**" refer to the removal of contaminants from a sample. For example, the PAL enzyme of the invention is purified by removal of contaminating proteins and other compounds within a solution or preparation. In some aspects the PAL enzyme of the invention is expressed using bacteria and these recombinant PAL enzymes are purified by the removal of other host cell constituents and the percentage of the recombinant PAL is thereby increased in the sample.

35 The term "**substantially pure polypeptide**" denotes herein a polypeptide preparation that contains at most 20%, at most 10% or at most at 5% by weight of other polypeptide material with which it is natively or recombinantly associated. It is, therefore, preferred that

the substantially pure polypeptide is at least 80% pure, at least 90% pure or preferably at least 95% pure by weight of the total polypeptide material present in the preparation. The polypeptides of the present invention are preferably in a substantially pure form, i.e., that the polypeptide preparation is essentially free of other polypeptide material with which it is 5 natively or recombinantly associated. This can be accomplished, for example, by preparing the polypeptide by well-known recombinant methods or by classical purification methods.

In one aspect “% **Purity**” is defined as the amount of the protein of interest divided by the amount of protein of interest + the amount of host cell contaminants X 100. It may be determined by SDS-PAGE analysis or HPLC separations to determined amounts.

10 In one aspect, the polypeptide of the invention is at least 1 % pure, e.g. at least 5% pure, at least 10% pure, at least 20% pure, at least 40% pure, at least 60% pure, at least 80% pure, at least 90% pure.

15 The term “**recovered**” or “**recovering**” as used herein for the polypeptide of the invention means in one embodiment that the polypeptide/enzyme is not associated with significant levels (e.g., at most 1%, at most 2%, at most 3%, at most 5%, at most 10% or at most 25%) of any extraneous and undesirable biological molecules contained within the system where the polypeptide was produced, e.g. a cell culture. A recovered polypeptide refers to a 20 polypeptide of the invention that has passed through a stage of purity due to human intervention (whether automatic, manual, or both). It is understood that, within the invention is also recovered polypeptides of the invention and isolated polypeptides of the invention which is present in a composition. In other words, the term “recovered” or “isolated” is not meant to exclude artificial or synthetic mixtures with other compounds or materials.

25 The terms “**protein**”, “**peptide**” and “**polypeptide**” are used interchangeably herein. Wherein a peptide is a portion of a protein, those skilled in the art understand the use of the term in context. The expressions “an enzyme of the invention” and “a polypeptide of the invention” are used interchangeably herein.

By “**modification**” of an amino acid sequence is meant a substitution, a deletion, and/or an addition (including insertions) of one or more amino acids in the sequence. In further aspects it also include replacements of one or more amino acid side chains.

30 The term “**expression vector**” is defined herein as a linear or circular DNA molecule that comprises a polynucleotide encoding a polypeptide of the present invention and is operably linked to additional nucleotides that provide for its expression. The term “**plasmid**”, “**expression vector**” and “**vector**” are used interchangeably as the plasmid is the most commonly used form of vector at present. However the invention is intended to include such 35 other forms of expression vectors that serve equivalent functions. As used herein “**expres-**

sion vector" or "**vector**" refers to a DNA construct containing a DNA sequence that is operably linked to a suitable control sequence capable of effecting the expression of the DNA in a suitable host. Such control sequences may, e.g., include a promoter to effect transcription, an optional operator sequence to control such transcription, a sequence encoding suitable mRNA ribosome binding sites and sequences which control termination of transcription and translation. The vector may, e.g., be a plasmid, a phage or simply a potential genomic insert. Once transformed into a suitable host, the vector may, e.g., replicate and function independently of the host genome, or may, in some instances, integrate into the genome itself.

The relatedness between two amino acid sequences is described by the parameter **"identity"** ("%" identity"). Identity in the context of amino acid sequences of the invention can be determined by any suitable technique/programs, typically by a Needleman-Wunsch alignment analysis (see Needleman and Wunsch, *J. Mol. Biol.* (1970) 48:443-453) using the BLOSUM50 scoring matrix with an initial gap penalty of -12 and an extension penalty of -2. The output of Needle labeled "longest identity" (obtained using the -nobrief option) is used as the percent identity may be calculated as follows: (Identical Residues x 100)/(Length of Alignment - Total Number of Gaps in Alignment). Because Needleman-Wunsch alignment provides an overall or global identity measurement between two sequences, it should be recognized that target sequences which may be portions or subsequences of larger peptide sequences may be used in a manner analogous to complete sequences or, alternatively, local alignment values can be used to assess relationships between subsequences, as determined by, e.g., a Smith-Waterman alignment (*J. Mol. Biol.* (1981) 147:195-197), which can be obtained through available programs. Other local alignment methods that may be suitable for analyzing identity include programs that apply heuristic local alignment algorithms such as FastA and BLAST programs.

When used herein the term "**coding sequence**" means a nucleotide sequence, which directly specifies the amino acid sequence of its protein product. The boundaries of the coding sequence are generally determined by an open reading frame, which usually begins with the ATG start codon or alternative start codons such as GTG and TTG and ends with a stop codon such as TAA, TAG, and TGA. The coding sequence may be a DNA, cDNA, synthetic, or recombinant nucleotide sequence. The term "**cDNA**" is defined herein as a DNA molecule that can be prepared by reverse transcription from a mature, spliced, mRNA molecule obtained from a eukaryotic cell. cDNA lacks intron sequences that are usually present in the corresponding genomic DNA. The initial, primary RNA transcript is a precursor to mRNA that is processed through a series of steps before appearing as mature spliced mRNA.

These steps include the removal of intron sequences by a process called splicing. cDNA derived from mRNA lacks, therefore, any intron sequences.

The term "**nucleic acid molecule encoding**", "**nucleic acid sequence encoding**", "**DNA sequence encoding**" and "**DNA encoding**" refer to the order or sequence of deoxyri-

5 bonucleotides along a string of deoxyribonucleic acids. The order of these deoxyribonucleo-
tides determines the order of amino acids along the protein chain. The DNA sequence thus
encodes for the amino acid sequence of a protein, e.g. an enzyme. The term "**nucleic acid**
10 **construct**" as used herein refers to a nucleic acid molecule, either single- or double-
stranded, which is isolated from a naturally occurring gene or which is modified to contain
synthetic. The term nucleic acid construct is synonymous with the term "**expression cassette**"
when the nucleic acid construct contains the control sequences required for expression of a
15 coding sequence of the present invention.

The term "**operably linked**" denotes herein a configuration in which a control se-
15 quence is placed at an appropriate position relative to the coding sequence of the polynu-
cleotide sequence such that the control sequence directs the expression of the coding se-
quence of a polypeptide. The term "**expression**" includes any step involved in the production
of the polypeptide including, e.g., transcription, post-transcriptional modification, translation,
post-translational modification, and secretion.

20 The term "**derived from**" as used herein in connection with deriving a polypeptide or
a polynucleotide from a given source (i.e. a biological organism) means that the polynucleo-
tide (the polynucleotide encoding the polypeptide) is identical to or a variant of a polynucleo-
tide sequence naturally present in that source organism, irrespective if the polynucleotide
25 sequence has been inserted into or the polypeptide is produced by another organism than
the source organism. "Derived from" also means "identified from" in the context of the inven-
tion. "Derived from" in the context of the present invention also means identification of the
enzymes of the invention from databases with bacterial nucleotide/protein sequences, i.e. by
performing a computer assisted search in a protein databases, e.g. Uniprot, trEMBL, or Ref-
SeqP.

30 By the term **Wild type** as used herein in the context of the present invention is
meant the form (e.g. a gene or a protein sequence) as it occurs in nature. Also included are
proteins being encoded by a nucleotide sequence deduced by searches in databases con-
taining data of bacterial nucleotide/protein sequences. In one embodiment the term wild type
includes the peptide sequence without signal peptide and leader peptide.

By the term "**mature**" as used herein (enzyme, polypeptide or amino acid sequence of the invention) is meant the putative minimal functional sequence of a polypeptide to which no natural or artificial amino acids extensions have been added (e.g. signal peptides or fusion partners).

5 The term "**host cell**", as used herein, includes any cell type that is susceptible to transformation, transfection, transduction, and the like with a nucleic acid construct or expression vector comprising a polynucleotide of the present invention.

The expression "**purification tag**" means a peptide sequence fused to an enzyme either at the N- or C-terminal end of the enzyme and is used for purifying the enzyme.

10 The expression "**TAP**" tag refers to a Thermostable Alkaline Protein tag derived from thermophilic bacteria, which when fused to the a peptide sequence of an enzyme either at the N- or C-terminal can be used to purifying the enzyme, as disclosed in international patent applications published under number WO 2006/108826 and WO 2008/043847.

15 The expression "**fusion enzyme**", "**fusion protein**" or "**tagged enzyme**" means an enzyme having a "**fusion partner**" attached to either the C-terminal or the N-terminal end of the enzyme. One example of a fusion partner is a protein tag, which may increase expression level, solubility or purification of the fusion protein.

20 With the expression "**linker**" is meant an amino acid sequence linking the fusion partner e.g. a purification tag and the enzyme together. The linker sequence may, e.g., comprise a sequence which promotes better folding of the target protein and/or a cleavage site for cleaving off the purification tag.

A "**helix structure**" is characterized by having an amino acid sequence which results in a coiled structure stabilized by interchain hydrogen bonds.

25 "**% Solubility**" is defined as the amount of soluble protein from host cell lysate divided by amount of soluble + insoluble protein from host cell lysate X 100. It may be determined by SDS-PAGE analysis based comparison of insoluble and soluble fractions of cell lysates.

30 In the present context, the term "**functional enzyme**" is meant to indicate a protein with a similar function as the native enzyme. The protein may be structurally similar to the native enzyme and may be derived from the native enzyme by addition of one or more amino acids to either or both the C- and N-terminal end of the native enzyme, substitution of one or more amino acids at one or a number of different sites in the native amino acid sequence, deletion of one or more amino acids at either or both ends of the native enzyme or at one or several sites in the amino acid sequence, or insertion of one or more amino acids at one or more sites in the native amino acid sequence.

“Application” means a sample containing the enzyme which is loaded on a purification column. “Flow through” means the part of the application containing host cell proteins and contaminants which do not bind to the purification column. “Main peak” refers to the peak in a purification chromatogram which has the highest UV intensity and which contains the protein.

5 “mAU” is milliabsorbance units. “UV 280” intensity” is the absorbance at a wavelength of 280 nm at which proteins will absorb, measured in milliabsorbance units. “IPTG” is isopropyl- β -D-thiogalactopyranoside. SDS-PAGE is sodium dodecylsulfate-polyacrylamide gel electrophoresis. FPLC (Fast protein liquid chromatography), is a form of liquid chromatography similar to high-performance liquid chromatography (HPLC) that is used to separate or purify proteins 10 from complex mixtures. LC-MS (Liquid chromatography-mass spectrometry) is analytical technique that combines the physical separation capabilities of liquid chromatography (or HPLC) with the mass analysis capabilities of mass spectrometry.

15 **Amino acids:** In the present context the three-letter or one-letter indications of the amino acids have been used in their conventional meaning as indicated in table 1. Unless indicated explicitly, the amino acids mentioned herein are L-amino acids. Further, the left and right ends of an amino acid sequence of a peptide are, respectively, the N- and C-termini unless otherwise specified.

Table 1: Abbreviations for amino acids:

Amino acid	Tree-letter code	One-letter code
Glycine	Gly	G
Proline	Pro	P
Alanine	Ala	A
Valine	Val	V
Leucine	Leu	L
Isoleucine	Ile	I
Methionine	Met	M
Cysteine	Cys	C
Phenylalanine	Phe	F
Tyrosine	Tyr	Y
Tryptophan	Trp	W
Histidine	His	H
Lysine	Lys	K
Arginine	Arg	R

Glutamine	Gln	Q
Asparagine	Asn	N
Glutamic Acid	Glu	E
Aspartic Acid	Asp	D
Serine	Ser	S
Threonine	Thr	T

DETAILED DESCRIPTION OF THE INVENTION

Enzymatic modification of peptide precursors with a C-terminal Gly to an alpha-amidated peptide by means of a bifunctional peptidyl alpha-amidating monooxygenase (PAM) is found in several eukaryotic organisms. The natural substrates of PAM belonging to neurohormones or neurotoxins and the enzymes (PAM, PHM and PHL) involved in alpha amidation of peptides has exclusively been described for multicellular organisms (Metazoa). Organisms belonging to Bacteria or Archea has so far not been proven to posses polypeptides which can carry out the enzymatic steps needed to convert a C-terminal Gly to an alpha amide moiety in a peptide.

The eukaryotic PAL, PHM and PAM enzymes used for industrial *in-vitro* conversion of C-terminal Glycine extended peptide precursors to alpha amidated peptides has to be provided by recombinant expression in mammalian cell expression systems due to insufficient yield of active enzyme when expressed in other expression systems, such as, e.g. *E.coli* where they are expressed as insoluble proteins with the need of refolding.

Expression in mammalian cell expression systems give limited yield compared to expression in systems of bacterial, fungal or yeast origin. Further the sustainability of the expression processes in mammalian cells are limited, the culture time is often long with low expression yield per time unit. The expression of proteins in *E. coli* generally results in shorter fermentation cycles and yields per cell that are several factors larger compared to mammalian expression systems.

For the eukaryotic PAL, PHM or PAM enzymes it is difficult to design an economically sustainable process for providing high amounts of α -amidating enzyme for use in the industrial production of recombinant α -amidated peptides due to the need a mammalian cell expression system for production of correctly folded and active enzyme.

The eukaryotic PAM, PHM and PAL enzymes have many Cys residues as basis of their structural integrity and when these enzymes are expressed in the reducing cytosolic environment of *E.coli* cells they cannot form correct disulphide linkages as for the native en-

zymes. Kolhekar A.S et al. *Biochemistry* 2002, 41, 12384-12394 describes the characterization of the catalytical domain of rat PAL in terms of disulphide bridges. The two disulphide bridges in PAL are totally conserved between characterized PAL domains from eukaryots (p12388) indicating that the disulphide bridges are of importance the structural integrity of the 5 enzyme. From Kolhekar A.S et al. *Biochemistry* 2002, 41, 12384-12394 it appears that reduction of the disulphide bridges with B-mercaptoethanol results in a reduction of enzymatic activity, thus supporting the structural importance of disulphide bridges in the eukaryotic PAL domains.

In WO90/08194 is described an attempt of enhancing the enzyme activity by treating an 10 alpha amidating enzyme expressed in *E. coli* with a reducing agent such as dithiothreitol or 2-mercaptoethanol, in combination with a denaturating agent, and then oxidizing the reduced protein, but this method failed to enhance the enzyme activity.

EP2172550 describes a recombinant C-terminal alpha-amidating enzyme derivative 15 which lack the formation of at least one of the five disulfide bonds normally occurring in a C-terminal alpha-amidating enzyme (PHM activity) derived from *Xenopus laevis* and method of producing said derivative recombinantly in *E. coli*.

The present invention as described herein provides novel enzymes (polypeptides of the 20 invention), which are capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. The novel enzymes of the invention are derived from a prokaryotic organisms and have different physicochemical properties and structural characteristics than described for eukaryotic PAL enzymes.

In particular is provided a sustainable way of producing α -amidating enzymes pivotal to the process economy of a recombinant process. The expression of the novel enzymes of the 25 invention in *E. coli* results in higher final yields compared to mammalian expression PAM/PAL enzymes.

Characteristic of the enzymes of the invention is that they can be expressed in high yield as soluble proteins in *E. coli* and are very easy to handle in the downstream processing in contrast to their eukaryotic counterparts as they require no refolding to obtain activity.

Another important characteristic of the enzymes of the invention is that their activity are 30 maintained despite fusion to N-terminal fusion partners. One example of these fusion partners is the TAP tags used in this invention, which allows easy purification of the enzymes and easy removal of the enzyme following the enzymatic step. Another example is the His6 tag. A number of TAP tagged enzymes were cloned and expressed *E. coli*. Thus, the enzymes 35 according to the invention may be expressed in high yield as soluble TAP tagged fu-

sion proteins in *E. coli* and are very easy to handle in the downstream processing in contrast to their eukaryotic counterparts.

Accordingly, the enzymes of the invention requires no potentially time-consuming and expensive refolding. Provided is thus a high yield production method of the enzymes in a 5 non-mammalian host cell exemplified by *E. coli*.

In the following is described different aspects of the invention.

In one aspect of the invention the enzyme comprises the following motif 1: Xaa₁ Val Xaa₂

10 Asp Arg Xaa₃ Xaa₄ Xaa₅ Arg Xaa₆ Gln Xaa₇ Xaa₈ Xaa₉ Xaa₁₀ Xaa₁₁ Gly Xaa₁₂ Xaa₁₃ Xaa₁₄ Xaa₁₅ Xaa₁₆ Trp,

where Xaa₁ and Xaa₇ can be any naturally occurring amino acid except for Cys and Xaa₂, Xaa₃, Xaa₄, Xaa₅, Xaa₆, Xaa₈, Xaa₉, Xaa₁₀, Xaa₁₁, Xaa₁₂, Xaa₁₃, Xaa₁₄, Xaa₁₅, Xaa₁₆ can be any naturally occurring amino acid.

15 In one aspect Xaa₄ is Asn. In one aspect Xaa₁₄ is Leu. In one aspect Xaa₇ is Val or Ile. In one aspect Xaa₈ is Phe or Leu. In one aspect Xaa₉ is Asp or Ser.

In one aspect of the invention, the enzyme comprises the following motif 2: Asp Gly Tyr Xaa₁₇ Asn Xaa₁₈ Arg Xaa₁₉ Xaa₂₀ Xaa₂₁ Phe Xaa₂₂ Xaa₂₃ Xaa₂₄ Gly Xaa₂₅ Xaa₂₆ Xaa₂₇ Xaa₂₈ Xaa₂₉ Xaa₃₀ Xaa₃₁ Xaa₃₂ Xaa₃₃ Gly Xaa₃₄ Xaa₃₅ Xaa₃₆ Gly Xaa₃₇ Phe, where Xaa₁₇ to Xaa₃₇ 20 are selected independently from a natural occurring amino acid, provided that Xaa₁₇ is not Cys.

Motif 1 is localised in a active site region and contains a Arg residue in a position similar to Arg706 in a active site region in rat (*Rattus norvegicus*) PAL. The amino acids in the region surrounding the Arg706 residue which is covered by Motif 1 shows limited sequence 25 identity between rat PAL and the enzymes of the invention, but the Arg706 itself is being conserved in the characterized enzymes of the invention (SEQ ID NO 1-4). Chufan et al 2009 determined that the relative Vmax of rat PALcc R706A mutant was only 3% that of wild-type rat PALcc and shows that this residue is placed in the active site pocket, thus confirming the essential role of Arg706(pp 969) for the enzymatic catalysis of PAL enzymes (Chufán EE, 30 De M, Eipper BA, Mains RE, Amzel LM. Amidation of Bioactive Peptides: The Structure of the Lyase Domain of the Amidating Enzyme. *Structure*. 2009 Jul 15;17(7):965-73).

Motif 2 is localised in another active site region, which contains a Tyr residue in a position similar to Tyr654 in rat PAL, which is highly conserved and an essential residue for enzymatic catalysis as shown by mutagenesis and structural studies (De, M., Bell, J., Blackburn,

N.J., Mains, R.E., and Eipper, B.A. (2006). Role for an essential tyrosine in peptide amidation. *J. Biol. Chem.* 281, 20873–20882.).

In one aspect the invention relates to an isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide is selected from the group consisting of: a polypeptide comprising or consisting of an amino acid sequence having at least 70%, or at least 75%, such as, e.g. of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %, or 100% identity to the amino acid sequence selected from the group consisting of (a) amino acids 2-306 of SEQ ID NO:1; (b) amino acids 3-336 of SEQ ID NO:2; (c) amino acids 3-305 of SEQ ID NO:3; (d) amino acids 3-279 of SEQ ID NO:4; (e) SEQ ID NO: 13; (f) SEQ ID NO: 15; (g) SEQ ID NO:19; (h) SEQ ID NO:20; (i) SEQ ID NO:21; (j) SEQ ID NO:22; and (j) SEQ ID NO:23.

In one aspect the enzymes is derived from a prokaryotic organism, e.g. a bacterium.

In one aspect of the invention the enzyme is derived from *Burkholderia*, *alpha proteobacterium* *Methanoscincina*, *Sorangium*, *Mesorhizobium*, *Bradyrhizobium*, or *Solibacter* species.

In one aspect of the invention the enzyme is derived from an *Erythrobacter* species. In one aspect the enzyme is derived from an *Exiguobacterium* species. In one aspect the enzyme is derived from a *Chthoniobacter* species. In one aspect the enzyme is derived from a *Planctomyces* species.

In one aspect of the invention the enzyme is derived from an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* or a *Planctomyces* species. In one aspect, the enzyme of the invention is derived from a prokaryotic organism selected from the group consisting of an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* a *Planctomyces*, a *Burkholderia* species, an *alpha Proteobacterium*, a *Methanoscincina* species, a *Sorangium*, a *Salinispora* species, a *Mesorhizobium*, a *Bradyrhizobium*, and a *Solibacter* species.

In one aspect the enzyme is a wild type enzyme. In one aspect the polypeptide of the invention is the mature sequence without a signal peptide.

In one aspect the enzyme of the invention comprises up to 30 modifications compared to the wild type enzyme. In one aspect the enzyme comprises 1-30 modifications compared to the wild type enzyme. In one aspect the enzyme comprises 5-25 modifications compared to the wild type enzyme. In one aspect the enzyme comprises 10-20 modifications compared to the wild type enzyme. In one aspect the enzyme comprises 12-18 modifications compared to the wild type enzyme. In one aspect the number of modifications as described herein is compared to the mature wild type sequence.

In one aspect the enzyme of the invention comprises up to 30 modifications. In one aspect the enzyme comprises 1-30 modifications. In one aspect the enzyme comprises 5-25

modifications. In one aspect the enzyme comprises 10-20 modifications. In one aspect the enzyme comprises 12-18 modifications. It is understood that the sequences exemplified herein as being derived from a prokaryotic source can form the basis for such modifications (e.g. SEQ ID NO:1).

5 In one embodiment of the invention the enzyme is modified so at least one Cys residue is substituted or deleted for example by other suitable amino acid such as Ala, Ser or Val.

In one embodiment the polypeptide of the invention comprises a fusion partner.

10 One example of these fusion partners is a TAP tag, e.g. the TAP tags used in this invention, which allows easy purification of the enzymes and easy removal of the enzyme following the enzymatic step. Another example is a His tag, e.g His6 tag.

15 In one embodiment the enzyme according to the invention may comprise a purification tag. In one embodiment the enzyme according to the invention comprises a purification tag comprising a highly basic ribosomal protein derived from thermophilic bacteria as described in international patent applications published under number WO 2006/108826 and WO 2008/043847.

In embodiment the tag remains on the enzyme after purification.

20 In one embodiment of the invention the purification tag is immobilized metal affinity tags such as His6 or His8, Gluthathionine tranferase tags, tags recovered with antibodies such as FLAG tag, HA tag, MYC tag, biotin or streptavidin.

In one embodiment the tag will comprise a linker sequence which comprises a cleavage site for in vitro cleavage of the purification tag to give the enzyme.

In one embodiment of the invention the polypeptide of the invention comprises the fusion partner SEQ ID NO: 7 or SEQ ID NO: 11.

25 The linker may, e.g., have from 1-30, from 1-25, from 1-20 or from 1-15 amino acid residues and in one aspect the linker may comprise amino acid residues such as Leu, Pro and Ala, which increases alpha helix formation or other features resulting in structural rigidity. In another aspect the linker will comprise Gly and Ser residues, which gives flexibility to the linker

30 In one embodiment the linker can be selected from the below group:

Ser Ser Ser Gly Gly Ser Gly Ser Glu Val Leu Phe Gln (SEQ ID NO: 8)

Ser Ser Ser Gly Ser Gly Glu Val Leu Phe Gln (SEQ ID NO: 9)

SER SER SER GLY GLY SER GLY GLY SER GLY (SEQ ID NO: 10)

Ser Ser Gly Gly Ser Gly Ser Glu Val Leu Phe Gln (SEQ ID NO: 12)

35 Ser Ser Ser Gly Gly Ser Gly Ser Glu Thr Leu Phe Gln (SEQ ID NO: 14)

SER SER SER GLY GLY SER GLY GLY SER (SEQ ID NO: 16)

The linker may be attached to either the C-terminal or the N-terminal end of the enzyme. The cleavage site may be any cleavage site which enables in vitro cleavage of the purification tag from the enzyme.

5 In one embodiment of the invention the enzyme comprises SEQ ID No. 1 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. In one aspect of the invention the enzyme comprises SEQ ID No. 2 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. In one aspect of the invention the enzyme comprises SEQ ID No. 3 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. In one aspect of the invention the enzyme comprises SEQ ID No. 4 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. In one aspect of the invention the enzyme comprises SEQ ID No. 13 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide. In one aspect of the invention the enzyme comprises SEQ ID No. 15 and is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.

10

15 In one aspect of the invention the polypeptide of the invention comprises at most 2 cysteine residues. In one aspect of the invention the polypeptide of the invention comprises no cysteine residues. In one aspect of the invention the polypeptide of the invention comprises 1 cysteine residue.

20 In one aspect of the invention an α -amidation process is carried out in which the enzymes of the invention functions to catalyse the conversion a C-terminal α -hydroxyglycine of a target peptide to an α -amide.

In one aspect of the invention the enzyme of the invention is used in a process for preparing an α -amidated peptide.

25 In one aspect of the invention the first step of the α -amidation process is carried out by subjecting the protein to a enzyme with PHM activity and thereby allowing the C-terminal Gly residue to be converted to α -hydroxyglycine and then allowing the enzyme of the invention to catalyse the conversion of the α -hydroxyglycine to an α -amide.

30 Eukaryotic PHM activity is dependent on ascorbic acid and Cu^{2+} and eukaryotic PAL activity is dependent on Zn^{2+} and other divalent ions as cofactors. A similar dependency on Zn^{2+} for activity was observed for the PAL like enzymes of the invention.

In one aspect of the invention, the α -amidation of a target peptide is carried out by a process comprising the steps of: i) subjecting a target peptide having a C-terminal Gly residue to an enzyme with PHM activity with the addition of Cu^{2+} and/or ascorbic acid thereby allowing the C-terminal Gly residue of the peptide to be converted to α -hydroxyglycine; and

ii) allowing an enzyme of the invention to catalyse the conversion of the α -hydroxyglycine to the α -amide of said peptide, wherein the reaction with said PHM and said enzyme of the invention on said peptide is performed either in two separate steps or simultaneously,

In one aspect of the invention, the α -amidation of a target peptide is carried out by a process comprising the steps of i) subjecting a target peptide with a C-terminal Gly residue to an enzyme with PHM activity under conditions such that the PHM enzyme convert the C-terminal Gly residue to α -hydroxyglycine; and ii) using an enzyme of the invention to catalyse the conversion of the α -hydroxyglycine to the α -amide of said peptide. In one aspect the target peptide is subjected to the an enzyme with PHM activity in the presence of Cu^{2+} and/or ascorbic acid. In one aspect the target peptide is subjected to and enzyme with PHM activity and an enzyme of the invention at the same time. In one aspect, the target peptide is subjected to an enzyme with PHM activity and the enzyme of the invention at the same time and in the presence of Cu^{2+} and/or ascorbic acid.

In one aspect the enzyme or the invention is capable of converting α -hydroxyhippuric acid to benzamide. The activity of the enzyme can be demonstrated by measuring the conversion of α -hydroxyhippuric acid to benzamide as described in Katopodis AG *et al*, *Biochemistry*. 1990, 29(26):6115-6120 or as described in Assay (I).

In one aspect of the invention the enzyme is used in a process for preparing an α -amidated peptide. The biological activity of certain peptides is significantly increased when the peptides are α -amidated at the C-terminal. Examples of target peptides which benefit from being α -amidated at the C-terminal are amylin, Neuropeptide Y (NPY), Peptide YY (PYY), PYY-3-36, Pancreatic polypeptide (PP), gastrin, calcitonin, calcitonin related peptide (CGRP), gastrin releasing peptide, vasopressin, oxytocin, neurokinin A, secretin, pancreastatin, pro-opiomelanocortin (POMC), alpha-melanocyte-stimulating hormone (alpha MSH), gamma-melanocyte-stimulating hormone (gamma 1MSH), and amidated hinge peptide (HP-N).

In one aspect the peptide target is a C-terminal Gly-extended precursor of amylin or functional analogs thereof. In one aspect the peptide target is a C-terminal Gly-extended precursor of GLP-1 or functional analogs thereof. In one aspect the peptide target is a C-terminal Gly-extended precursor of PYY or functional analogs thereof.

In one aspect of the invention the enzyme is used together with an enzyme with PHM activity.

In one aspect the enzyme is used together with an enzyme with PHM activity and in the presence of Cu^{2+} and/or ascorbic acid.

When preparing the α -amidated peptide with the enzymes according to the invention, the enzymes are allowed to react with a precursor of the peptide, which precursor has a C-terminal Gly residue. The Gly residue can be converted to α -hydroxyglycine by an enzymatic process in the presence of ascorbic acid and/or Cu^{2+} . One example of an enzyme capable of converting Gly to α -hydroxyglycine is an enzyme with PHM activity. The enzymes according to the invention catalyses the conversion of the α -hydroxyglycine to the α -amide.

5 In one aspect, the α -amidated peptide is used for the preparation of a medicament, such as, e.g., for the treatment or prevention of obesity, hyperglycemia including stress induced hyperglycemia, type 2 diabetes, impaired glucose tolerance, type 1 diabetes, burns, 10 operation wounds, other diseases or injuries where an anabolic effect is needed in the treatment, myocardial infarction, stroke, coronary heart disease, other cardiovascular disorders, treatment of critically ill diabetic and non-diabetic patients and polyneuropathy.

15 In another aspect, the α -amidated peptide is used as a medicament for delaying or preventing disease progression in type 2 diabetes.

15 In one aspect of the invention, the α -amidated peptide is for used as a medicament for the treatment or prevention of obesity, hyperglycemia including stress induced hyperglycemia, type 2 diabetes, impaired glucose tolerance, type 1 diabetes, and burns, operation wounds and other diseases or injuries where an anabolic effect is needed in the treatment, 20 myocardial infarction, stroke, coronary heart disease and other cardiovascular disorders is provided.

25 In a further aspect the invention is related to a method for the treatment or prevention of obesity, hyperglycemia including stress induced hyperglycemia, type 2 diabetes, impaired glucose tolerance, type 1 diabetes, and burns, operation wounds and other diseases or injuries where an anabolic effect is needed in the treatment, myocardial infarction, coronary heart disease and other cardiovascular disorders, stroke, the method comprising administering to a patient in need of such treatment an effective amount for such treatment of an α -amidated peptide.

30 In one aspect the invention comprises a method for producing an α -amidated peptide comprising allowing a target peptide to react with an enzyme according to the invention and purifying the α -amidated peptide. In one aspect the method comprises the use of an enzyme with PHM activity.

In one aspect the method comprises selecting the target peptide from the group consisting of an amylin, a Neuropeptide Y (NPY), a Peptide YY (PYY), a PYY-3-36, a Pancreatic polypeptide (PP), a Glucagon like peptide (GLP-1), a gastrin, a calcitonin, a calcitonin

related peptide (CGRP), a gastrin releasing peptide, a vasopressin, a oxytocin, a neuropeptide A, a secretin, a pancreastatin, a pro-opiomelanocortin (POMC), an alpha-melanocyte-stimulating hormone (alpha MSH), a gamma-melanocyte-stimulating hormone (gamma 1MSH), and an amidated hinge peptide (HP-N) or functional analogs thereof.

5 In one aspect of the invention the invention concerns an isolated nucleic acid encoding the enzyme of the invention. In one aspect there is provided a recombinant nucleic acid comprising a promoter and the said isolated nucleic acid.

In one aspect said recombinant nucleic acid is provided, wherein the nucleic acid further encodes a purification tag.

10 In one aspect there is provided a vector comprising the said recombinant nucleic acid. In one aspect there is provided a host cell comprising the said recombinant nucleic acid. In one aspect of the invention the recombinant nucleic acid is present in the genome of the host cell or in a vector that autonomously replicates in the host cell.

15 In one embodiment the host cell is mammalian, such as, e.g. CHO cells. One embodiment the host cell is a non-mammalian host cell. In one aspect a bacteria, a fungus e.g. yeast is used as a host cell for the production of the polypeptide of the invention. Suitable host cells are, e.g. species of *Escherichia*, e.g. *E. coli*, *Bacillus*, *Saccharomyces*, e.g. *Saccharomyces cerevisiae*, or *Pichia*. In one aspect the host cell is *E. coli*.

20 In one aspect of the invention there is provided a method for producing an enzyme of the invention capable of catalysing the conversion of α -hydroxyglycine to an α -amide comprising maintaining a host cell of the invention as described herein under conditions suitable for the production of the enzymes according to the invention.

25 One embodiment of the invention relates to a method for producing an enzyme with peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL) activity comprising the steps of: (i) cultivating a recombinant expression host cell of non-mammalian origin, which comprises a nucleic acid construct comprising a nucleotide sequence encoding an enzyme of the invention as described herein under conditions suitable for the expression of the enzyme; and (ii) recovering the enzyme from (a) the supernatant after cell disruption and centrifugation and/or (b) the growth media; wherein the host cell is a of non-mammalian origin, e.g. an *Escherichia coli* strain, and wherein the enzyme is soluble when recovered in step (ii). In one embodiment the enzyme is in a catalytically active form when recovered in step (ii) such that the enzyme does not require a step of refolding for obtaining catalytic activity (PAL like activity as described herein). Accordingly, within the invention is a method for production of the polypeptide of the invention, e.g. in *E. coli*, which does not comprise a step of refolding the polypeptide. In one aspect the polypeptide of the invention produced in a recombinant host cell

as described herein, e.g. *E.coli*, is at least 50% or at least 80% soluble, i.e. without the need of refolding for obtaining catalytic activity.

In one aspect the host cell is *E. coli*, which comprises a vector comprising a recombinant nucleic acid encoding the enzyme of the invention, a purification tag and a promoter 5 and the host cell is kept under conditions suitable for the production of the said enzymes.

In one aspect the enzyme is purified from the fermentation broth by the use of one cationexchange chromatographic step resulting in a purity of about 80%, e.g. of at least 80%.

In *E. coli* the majority of abundant proteins are found in a pl cluster ranging from pl 4-7 and 8-10 in which the majority of the proteins as well as the most abundant proteins are 10 found in the pl 4-7 range. The TAP tags which may be used to purify the enzymes of the invention are highly alkaline and will when fused to an enzyme significantly increase the overall positive charge and pl of the enzyme so that it is clearly distinguished from the major bulk of host cell contaminants. This will allow the enzyme to be eluted at salt concentrations or at a pl at which the host cell contaminants will not be able to bind to a given cation exchange matrix. In one embodiment the purification tag has a pl above about 9, e.g. above 9. In one embodiment the purification tag has a pl above about 10, i.e. above 10. In one embodiment the pl of the purification tag will be between about 9 and about 12.5, i.e. in the range of 9-12.5 15 and in a further aspect the pl is about 10, i.e. the pl is 10.

Any suitable cation exchange matrix can be used in the method according to the invention and a non limiting list of suitable cation exchange column material is: SP-Sepharose 20 XL Amersham cat no 17-5073-01; Streamline SP XL Amersham cat no 17-5076-01; Streamline Direct CST Amersham cat no 17-5266-03; Obelix SP Amersham cat no 11-0010-86; S-Support Unosphere, BioRad cat no 156-0113; SP-Sepharose High Performance Amersham cat no 17-1087-03; Source30S Amersham cat no 17-1273-02 and Toyopearl SP650S Tosoh 25 Haas cat no 08437

The TAP tags will contribute differently to the overall charge of a specific enzyme depending on the pl and charge of the chosen purification tag. Thus, purification of a specific target protein can be optimized by choosing a purification tag which enables elution of the fusion protein at a salt concentration or at a pH at which only minimal amounts of the host 30 cell contaminants will co-elute.

The amino acid residues in the linker can be selected from such amino acid residues which will provide a less flexible structure to the tagged enzyme. Hereby the interference between the enzyme and the purification tag may be minimized. In one embodiment, the linker may comprise structural elements such as alpha helix structure.

The expressed tagged enzyme produced by the cells may be recovered from the culture medium by conventional procedures including separating the host cells from the medium by centrifugation or filtration, releasing the fusion protein by mechanical cell disruption, such as ultrasonication or pressure, precipitating the proteinaceous components of the supernatant or filtrate by means of a salt, e.g. ammonium sulphate. After a cation-exchange chromatography capture step, the tagged enzyme may be eluted in a salt gradient and eluate fractions containing the fusion protein were collected.

A polypeptide of the invention expressed as an un-tagged enzyme may be recovered by means of purification such as, e.g., anion exchange chromatography, hydrophobic interaction chromatography and gel filtration chromatography (see, for example, Scopes, R., *Protein Purification*, Springer-Verlag, N.Y., 1982).

Purity of the polypeptide of the invention may, e.g., be evaluated by analyzing Coomasie stained PAGE gels using gel image analysis software or analysis of HPLC UV 214 nm chromatograms.

After the first purification step the purification tag can be cleaved off directly with a suitable processing enzyme (e.g. EK). If the salt concentration is too high the enzyme may be desalted before cleavage. The cleavage site can be any cleavage site which will enable efficient in vitro cleavage after isolating the purified enzyme. The most commonly used enterokinase cleavage site has the sequence DDDDK, where cleavage occurs after K. Other non-limiting processing enzymes cleavage sites include the Factor Xa cleavage site, which is most commonly IEGR, where cleavage occurs after R; the thrombin cleavage site, which is most commonly LVPRG or LVPRGS where cleavage occurs after the R; the Tobacco etcs virus (TEV) protease cleavage site, which is most commonly ENLYFQG/S, where cleavage occurs after Q and the HRV14 3C protease cleavage site, which is most commonly LEVLFQ/GP where cleavage occurs after Q. Reference is made to patent application WO 2006/108826.

The steps following cleavage may include a further cation exchange column purification as in the first step. In such scenario the purification tag released by the processing enzyme will have an extremely high pI leading to very efficient binding to the cation exchange matrix. The cleaved enzyme can now be collected in the flow through from the column, whereas the cleaved off purification tag and remaining highly charged contaminants from the production cell line will be retained on the cation exchange column.

Purification steps following cleavage may also comprise other means of purification such as anion exchange chromatography, hydrophobic interaction chromatography and gel

filtration chromatography (see, for example, Scopes, R., *Protein Purification*, Springer-Verlag, N.Y., 1982).

In one aspect of the invention the enzyme is purified to at least about 90 to 95% homogeneity (i.e. to 90 to 95% homogeneity), to at least about 98% homogeneity (i.e. to 98% 5 homogeneity). Purity may be assessed by e.g. gel electrophoresis, amino acid analysis or other HPLC based methods.

The recombinant nucleic acid encoding the enzyme with or without tag may also be prepared synthetically by established standard methods, e.g. the phosphoamidite method described by Beaucage and Caruthers, *Tetrahedron Letters* 22 (1981), 1859 - 1869, or the 10 method described by Matthes et al., *EMBO Journal* 3 (1984), 801 - 805. According to the phosphoamidite method, oligonucleotides are synthesised, e.g. in an automatic DNA synthesiser, purified, annealed, ligated and cloned in suitable vectors. The DNA sequences encoding the enzyme with or without tag may also be prepared by polymerase chain reaction such as splicing by overlap extension PCR using specific primers, for instance as described in US 15 4,683,202, Saiki et al., *Science* 239 (1988), 487 - 491, or Sambrook et al., *supra*.

Furthermore, the recombinant nucleic acid may be of mixed synthetic and genomic, mixed synthetic and cDNA or mixed genomic and cDNA origin prepared by ligating fragments of synthetic, genomic or cDNA origin (as appropriate), the fragments corresponding to various parts of the entire nucleic acid construct, in accordance with standard techniques.

20 The DNA sequences encoding the enzyme are usually inserted into a recombinant vector which may be any vector, which may conveniently be subjected to recombinant DNA procedures, and the choice of vector will often depend on the host cell into which it is to be introduced. Thus, the vector may be an autonomously replicating vector, i.e. a vector, which exists as an extrachromosomal entity, the replication of which is independent of chromosomal replication, e.g. a plasmid. Alternatively, the vector may be one which, when introduced 25 into a host cell, is integrated into the host cell genome and replicated together with the chromosome(s) into which it has been integrated.

The vector is preferably an expression vector in which the DNA sequence encoding the enzyme is operably linked to additional segments required for transcription of the DNA. In 30 general, the expression vector is derived from plasmid or viral DNA, or may contain elements of both. The term, "operably linked" indicates that the segments are arranged so that they function in concert for their intended purposes, e.g. transcription initiates in a promoter and proceeds through the DNA sequence coding for the polypeptide of the invention, such as, e.g. as a fusion protein.

Expression vectors for use in expressing the enzyme will comprise a promoter capable of directing the transcription of a cloned gene or cDNA. The promoter may be any DNA sequence, which shows transcriptional activity in the host cell of choice and may be derived from genes encoding proteins either homologous or heterologous to the host cell.

5 Examples of suitable promoters for directing the transcription of the DNA in mammalian cells are the SV40 promoter (Subramani et al., Mol. Cell Biol. 1 (1981), 854 -864), the MT-1 (metallothionein gene) promoter (Palmiter et al., Science 222 (1983), 809 - 814), the CMV promoter (Boshart et al., Cell 41:521-530, 1985) or the adenovirus 2 major late promoter (Kaufman and Sharp, Mol. Cell. Biol, 2:1304-1319, 1982).

10 Examples of suitable promoters for use in yeast host cells include promoters from yeast glycolytic genes (Hitzeman et al., J. Biol. Chem. 255 (1980), 12073 - 12080; Alber and Kawasaki, J. Mol. Appl. Gen. 1 (1982), 419 - 434) or alcohol dehydrogenase genes (Young et al., in Genetic Engineering of Microorganisms for Chemicals (Hollaender et al, eds.), Plenum Press, New York, 1982), or the TPI1 (US 4,599,311) or ADH2-4c (Russell et al., Nature 15 304 (1983), 652 - 654) promoters.

15 Examples of suitable promoters for use in filamentous fungus host cells are, for instance, the ADH3 promoter (McKnight et al., The EMBO J. 4 (1985), 2093 - 2099) or the tpiA promoter. Examples of other useful promoters are those derived from the gene encoding *A. oryzae* TAKA amylase, *Rhizomucor miehei* aspartic proteinase, *A. niger* neutral alpha-amylase, *A. niger* acid stable alpha-amylase, *A. niger* or *A. awamori* glucoamylase (gluA), *Rhizomucor miehei* lipase, *A. oryzae* alkaline protease, *A. oryzae* triose phosphate isomerase or *A. nidulans* acetamidase. Preferred are the TAKA-amylase and gluA promoters. Suitable promoters are mentioned in, e.g. EP 238 023 and EP 383 779.

20 Examples of suitable promoters for use in bacterial host cells include the promoter of the *Bacillus stearothermophilus* maltogenic amylase gene, the *Bacillus licheniformis* alpha-amylase gene, the *Bacillus amyloliquefaciens* BAN amylase gene, the *Bacillus subtilis* alkaline protease gen, or the *Bacillus pumilus* xylosidase gene, or the phage Lambda P_R or P_L promoters or promoters used for expression in *E. coli* eg. lac, trp, phoA, araBAD, tac, bacteriophage T7 and cspA.

25 The vector may also comprise a selectable marker, e.g. a gene product which complements a defect in the host cell, such as the gene coding for dihydrofolate reductase (DHFR) or the *Schizosaccharomyces pombe* TPI gene (described by P.R. Russell, Gene 40, 1985, pp. 125-130), or a marker gene which confers resistance to a drug, e.g. ampicillin, kanamycin, tetracyclin, chloramphenicol, neomycin, hygromycin or methotrexate. For filamentous fungi, selectable markers include amdS, pyrG, argB, niaD and sC.

The DNA sequences encoding the enzyme may also, if necessary, be operably connected to a suitable terminator, such as the human growth hormone terminator (Palmiter et al., *Science* 222, 1983, pp. 809-814) or the TPI1 (Alber and Kawasaki, *J. Mol. Appl. Gen.* 1, 1982, pp. 419-434) or ADH3 (McKnight et al., *The EMBO J.* 4, 1985, pp. 2093-2099) terminators. Expression vectors may also contain a set of RNA splice sites located downstream from the promoter and upstream from the insertion site for the polypeptide sequence itself, such as, e.g. as a fusion protein. Preferred RNA splice sites may be obtained from adenovirus and/or immunoglobulin genes. Also contained in the expression vectors is a polyadenylation signal located downstream of the insertion site. Particularly preferred polyadenylation signals include the early or late polyadenylation signal from SV40 (Kaufman and Sharp, *ibid.*), the polyadenylation signal from the adenovirus 5 Elb region, the human growth hormone gene terminator (DeNoto et al. *Nucl. Acids Res.* 9:3719-3730, 1981). The expression vectors may also include a non coding viral leader sequence, such as the adenovirus 2 tripartite leader, located between the promoter and the RNA splice sites; and enhancer sequences, such as the SV40 enhancer.

To direct the enzyme into the secretory pathway of the host cells, a secretory signal sequence (also known as a leader sequence, prepro sequence or pre sequence) may be provided in the recombinant vector. The secretory signal sequence is joined to the DNA sequences encoding the enzyme in the correct reading frame. Secretory signal sequences are commonly positioned 5' to the DNA sequence encoding the peptide. The secretory signal sequence may be that, normally associated with the enzyme or may be from a gene encoding another secreted protein.

For secretion from yeast cells, the secretory signal sequence may encode any signal peptide, which ensures efficient direction of the expressed polypeptides into the secretory pathway of the cell. The signal peptide may be naturally occurring signal peptide, or a functional part thereof, or it may be a synthetic peptide. Suitable signal peptides have been found to be the alpha-factor signal peptide (cf. US 4,870,008), the signal peptide of mouse salivary amylase (cf. O. Hagenbuchle et al., *Nature* 289, 1981, pp. 643-646), a modified carboxypeptidase signal peptide (cf. L.A. Valls et al., *Cell* 48, 1987, pp. 887-897), the yeast BAR1 signal peptide (cf. WO 87/02670), or the yeast aspartic protease 3 (YAP3) signal peptide (cf. M. Egel-Mitani et al., *Yeast* 6, 1990, pp. 127-137).

For efficient secretion in yeast, a sequence encoding a leader peptide may also be inserted downstream of the signal sequence and upstream of the DNA sequence encoding the polypeptides. The function of the leader peptide is to allow the expressed peptide to be directed from the endoplasmic reticulum to the Golgi apparatus and further to a secretory

vesicle for secretion into the culture medium (i.e. exportation of the polypeptides across the cell wall or at least through the cellular membrane into the periplasmic space of the yeast cell). The leader peptide may be the yeast alpha-factor leader (the use of which is described in e.g. US 4,546,082, US 4,870,008, EP 16 201, EP 123 294, EP 123 544 and EP 163 529).

5 Alternatively, the leader peptide may be a synthetic leader peptide, which is to say a leader peptide not found in nature. Synthetic leader peptides may, for instance, be constructed as described in WO 89/02463 or WO 92/11378.

For use in filamentous fungi, the signal peptide may conveniently be derived from a gene encoding an *Aspergillus* sp. amylase or glucoamylase, a gene encoding a *Rhizomucor miehei* lipase or protease or a *Humicola lanuginosa* lipase. The signal peptide is preferably derived from a gene encoding *A. oryzae* TAKA amylase, *A. niger* neutral alpha-amylase, *A. niger* acid-stable amylase, or *A. niger* glucoamylase. Suitable signal peptides are disclosed in, e.g. EP 238 023 and EP 215 594.

15 The host cell into which the DNA encoding the enzyme is introduced may be any cell which is capable of producing the present enzyme and includes bacteria, yeast, fungi and higher eukaryotic cells.

Examples of bacterial host cells which, on cultivation, are capable of producing the polypeptide of the invention are gram positive bacteria such as strains of *Bacillus*, such as strains of *B. subtilis*, *B. licheniformis*, *B. lentus*, *B. brevis*, *B. stearothermophilus*, *B. alkalophilus*, *B. amyloliquefaciens*, *B. coagulans*, *B. circulans*, *B. lautus*, *B. megatherium* or *B. thuringiensis*, or strains of *Streptomyces*, such as *S. lividans* or *S. murinus*, or gramnegative bacteria such as strains of *Escherichia coli*. The transformation of the bacteria may be effected by protoplast transformation or by using competent cells in a manner known per se (cf. Sambrook et al., supra).

25 Examples of suitable yeasts cells include cells of *Saccharomyces* spp. or *Schizosaccharomyces* spp., in particular strains of *Saccharomyces cerevisiae* or *Saccharomyces kluyveri*. Methods for transforming yeast cells with heterologous DNA and producing heterologous polypeptides there from are described, e.g. in US 4,599,311, US 4,931,373, US 4,870,008, 5,037,743, and US 4,845,075, all of which are hereby incorporated by reference.

30 Transformed cells are selected by a phenotype determined by a selectable marker, commonly drug resistance or the ability to grow in the absence of a particular nutrient, e.g. leucine. A preferred vector for use in yeast is the POT1 vector disclosed in US 4,931,373. Further examples of suitable yeast cells are strains of *Kluyveromyces*, such as *K. lactis*, *Hansenula*, e.g. *H. polymorpha*, or *Pichia*, e.g. *P. pastoris* (cf. Gleeson et al., *J. Gen. Microbiol.* 132, 1986, pp. 3459-3465; US 4,882,279).

Examples of other fungal cells are cells of filamentous fungi, e.g. *Aspergillus spp.*, *Neurospora spp.*, *Fusarium spp.* or *Trichoderma spp.*, in particular strains of *A. oryzae*, *A. nidulans* or *A. niger*. The use of *Aspergillus spp.* for the expression of proteins is described in, e.g., EP 272 277, EP 238 023, EP 184 438. The transformation of *F. oxysporum* may, for 5 instance, be carried out as described by Malardier et al., 1989, Gene 78: 147-156. The transformation of *Trichoderma spp.* may be performed for instance as described in EP 244 234.

When a filamentous fungus is used as the host cell, it may be transformed with the recombinant nucleic acid of the invention, conveniently by integrating the nucleic acid in the host chromosome to obtain a recombinant host cell. This integration is generally considered 10 to be an advantage as the recombinant nucleic acid is more likely to be stably maintained in the cell. Integration of the recombinant nucleic acid into the host chromosome may be performed according to conventional methods, e.g. by homologous or heterologous recombination.

The transformed or transfected host cell is then cultured in a suitable nutrient medium 15 under conditions permitting expression of the enzyme after which all or part of the resulting enzyme may be recovered from the culture, e.g. the untagged enzyme. The medium used to culture the cells may be any conventional medium suitable for growing the host cells, such as minimal or complex media containing appropriate supplements. Suitable media are available from commercial suppliers or may be prepared according to published recipes (e.g. 20 in catalogues of the American Type Culture Collection).

The invention is further summarized in the following paragraphs (embodiments):

1a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine 25 to an α -amide, wherein said polypeptide has an amino acid sequence comprising the following motif 1:

Xaa₁ Val Xaa₂ Asp Arg Xaa₃ Xaa₄ Xaa₅ Arg Xaa₆ Gln Xaa₇ Xaa₈ Xaa₉ Xaa₁₀ Xaa₁₁ Gly
Xaa₁₂ Xaa₁₃ Xaa₁₄ Xaa₁₅ Xaa₁₆ Trp;

where Xaa₁, Xaa₂, Xaa₃, Xaa₄, Xaa₅, Xaa₆, Xaa₇, Xaa₈, Xaa₉, Xaa₁₀, Xaa₁₁ Xaa₁₂, Xaa₁₃, 30 Xaa₁₄, Xaa₁₅, and Xaa₁₆ (Xaa₁ to Xaa₁₆) are selected independently from a natural occurring amino acid, provided that Xaa₁ and Xaa₇ are not Cys.

2a. The polypeptide of paragraph 1a, wherein Xaa₄ is Asn.

3a. The polypeptide of paragraph 1a or 2a, wherein Xaa₁₄ is Leu

4a. The polypeptide of any of paragraphs 1a-3a, wherein Xaa₇ is Val or Ile.

35 5a. The polypeptide of any of paragraphs 1a-4a, wherein Xaa₈ is Phe or Leu.

6a. The polypeptide of any of paragraphs 1a-5a, wherein Xaa₉ is Asp or Ser.

7a. The polypeptide of paragraph 1a, wherein Xaa₄ is Asn, Xaa₁₄ is Leu, Xaa₇ is Val or Ile, Xaa₈ is Phe or Leu and Xaa₉ is Asp or Ser.

8a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, wherein said polypeptide has an amino acid sequence comprising the following motif 2: Asp Gly Tyr Xaa₁₇ Asn Xaa₁₈ Arg Xaa₁₉ Xaa₂₀ Xaa₂₁ Phe Xaa₂₂ Xaa₂₃ Xaa₂₄ Gly Xaa₂₅ Xaa₂₆ Xaa₂₇ Xaa₂₈ Xaa₂₉ Xaa₃₀ Xaa₃₁ Xaa₃₂ Xaa₃₃ Gly Xaa₃₄ Xaa₃₅ Xaa₃₆ Gly Xaa₃₇ Phe

where Xaa₁₇, Xaa₁₈, Xaa₁₉, Xaa₂₀, Xaa₂₁, Xaa₂₂, Xaa₂₃, Xaa₂₄, Xaa₂₅, Xaa₂₆, Xaa₂₇, Xaa₂₈, Xaa₂₉, Xaa₃₀, Xaa₃₁, Xaa₃₂, Xaa₃₃, Xaa₃₄, Xaa₃₅, Xaa₃₆, Xaa₃₇ (Xaa₁₇ to Xaa₃₇) are selected independently from a natural occurring amino acid, provided that Xaa₁₇ is not Cys.

9a. The polypeptide of any of paragraphs 1a-8a, which polypeptide is derived from a prokaryotic organism.

10a. The polypeptide of paragraph 9a, wherein said prokaryotic organism is selected from the group consisting of an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* and a *Planctomyces* species, or wherein said prokaryotic organism is selected from the group consisting of an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* a *Planctomyces*, a *Burkholderia* species, an *alpha* *Proteobacterium*, a *Methanosarcina* species, a *Sorangium*, a *Salinispora* species, a *Mesorhizobium*, a *Bradyrhizobium*, and a *Solibacter* species.

11a. The polypeptide of paragraph 9a or 10a, wherein said polypeptide is a wild type sequence.

12a. The polypeptide of paragraph 11a, wherein said polypeptide is a mature sequence without a signal peptide.

13a. The polypeptide of any of paragraphs 1a-12a, wherein said polypeptide comprises 0, 1 or 2 cysteine residues.

14a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide is selected from the group consisting of:

30 (a) a polypeptide comprising or consisting of an amino acid sequence having at least 75% identity to amino acids 2-306 of SEQ ID NO: 1;

(b) a polypeptide comprising or consisting of an amino acid sequence having at least 75% identity to amino acids 3-336 of SEQ ID NO: 2,

(c) a polypeptide comprising or consisting of an amino acid sequence having at least 750% identity to amino acids 3-305 of SEQ ID NO: 3; and

- (d) a polypeptide comprising or consisting of an amino acid sequence having at least 750% identity to amino acids 3-279 of SEQ ID NO: 4,
- (e) a polypeptide comprising or consisting of an amino acid sequence having at least 75% identity to amino acids of SEQ ID NO: 13; and
- 5 (f) a polypeptide comprising or consisting of an amino acid sequence having at least 75% identity to amino acids of SEQ ID NO: 15.

10 **15a.** The polypeptide of paragraph 14a, which is a polypeptide comprising or consisting of an amino acid sequence having a degree of identity to amino acids 2-306 of SEQ ID NO:1 of at least 75%, such as, e.g. of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

15 **16a.** The polypeptide of paragraph 14a, which is a polypeptide comprising or consisting of an amino acid sequence having a degree of identity to amino acids 3-336 of SEQ ID NO:2 of at least 75%, such as, e.g., of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

20 **17a.** The polypeptide of paragraph 14a, which is a polypeptide comprising or consisting of an amino acid sequence having a degree of identity to amino acids 3-305 of SEQ ID NO:3 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

25 **18a.** The polypeptide of paragraph 14a, which is a polypeptide comprising or consisting of an amino acid sequence having a degree of identity to amino acids 3-279 of SEQ ID NO:4 of at least 75%, such as, .e.g., of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

30 **19a.** The polypeptide of any of paragraphs 14a-18a, wherein said amino acid sequence comprises 0, 1 or 2 cysteine residues.

25 **20a.** The polypeptide of paragraph 1a in combination with any of paragraphs 14a-19a.

35 **21a.** The polypeptide of any of paragraphs 2a-12a in combination with any of paragraphs 14a-19a.

30 **22a.** The polypeptide of any of paragraphs 1a-13a, wherein said amino acid sequence comprises up to 30 modifications compared to a wild type amino acid sequence derived from a prokaryotic organism.

35 **23a.** The polypeptide of any of paragraphs 1a-13a, wherein said amino acid sequence comprises modifications in the range of 1-30 modifications, 1-25 modifications, 5-25 modifications, 1-20 modifications, 10-20 modifications, 1-12 modifications, 1-18 modifications, or 12-18 modifications compared to the amino acid sequence of a mature wild type PAL like enzyme derived from a prokaryotic organism.

24a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide is selected from the group consisting of:

(a) a polypeptide comprising or consisting of an amino acid sequence with modifications compared to amino acids 2-306 of SEQ ID NO: 1,

5 (b) a polypeptide comprising or consisting of an amino acid sequence with modifications compared to amino acids 3-336 of SEQ ID NO: 2,

(c) a polypeptide comprising or consisting of an amino acid sequence with modifications compared to 3-305 SEQ ID NO: 3, and

(d) a polypeptide comprising or consisting of an amino acid sequence with modifications compared to amino acids 3-279 SEQ ID NO: 4,

10 wherein said modifications are 1-30 amino modifications, 1-25 modifications, 5-25 modifications, 1-20 modifications, 10-20 modifications, 1-12 modifications, 1-18 modifications, or 12-18 modifications.

25a. The polypeptide of any of paragraphs 22a-24a, wherein said modification consist of one or more substitution(s), deletion(s), addition(s), including insertion(s), of one ore 15 more amino acids in the sequence,

26a. An isolated polypeptide selected from the group consisting of:

(i) An isolated polypeptide which is an enzyme capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, characterised by the enzyme being derived from 20 a prokaryotic organism,

(ii) An isolated polypeptide which is an enzyme capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, wherein said polypeptide is characterized in that it is expressible in *E.coli* as a soluble protein,

(iii) An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it can be expressed as a soluble protein in *E.coli*.

25 (iv) An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it comprises 0, 1, or 2 cysteine residues,

(v) An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it comprises no cysteine residues.

30 **27a.** The polypeptide of paragraph 26a(i), wherein the enzyme comprises up to 30 modifications compared to the wild type enzyme.

28a. The polypeptide of paragraphs 27a, wherein said amino acid sequence comprises modifications in the range of 1-30 modifications, 1-25 modifications, 5-25 modifications, 1-20 modifications, 10-20 modifications, 1-12 modifications, 1-18 modifications, or 12-18

modifications compared to the amino acid sequence of a mature wild type PAL like enzyme derived from said prokaryotic organism.

29a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence 2-306 of SEQ ID NO. 1.

30a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence 3-336 of SEQ ID NO. 2.

31a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence 3-305 of SEQ ID NO. 3.

32a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence 3-279 of SEQ ID NO. 4.

33a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence SEQ ID NO. 13.

34a. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide comprises or consist of the amino acid sequence SEQ ID NO. 15.

35a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide is obtainable by a method comprising the steps of:

- (i) cultivating a recombinant expression host cell of non-mammalian origin, which host cell comprises a nucleic acid construct comprising a nucleotide sequence encoding a polypeptide with peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL) activity, under conditions suitable for the expression of said polypeptide; and
- (ii) recovering the polypeptide from (a) the supernatant after cell disruption and centrifugation and/or (b) the growth media,

wherein the host cell is a of non-mammalian origin, such as, e.g. an *Escherichia coli* strain, and wherein the polypeptide is soluble and in and active form when recovered in step (ii) meaning that the polypeptide does not require a step of refolding for obtaining catalytic activity.

36a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide is obtainable by a method comprising the steps of:

(i) cultivating a recombinant expression host cell of non-mammalian origin, which host cell comprises a nucleic acid construct comprising a nucleotide sequence encoding a polypeptide with peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL) activity, under conditions suitable for the expression of said polypeptide; and

5 (ii) recovering the polypeptide from (a) the supernatant after cell disruption and centrifugation and/or (b) the growth media,

wherein the host cell is of non-mammalian host, such as, e.g. an *Escherichia coli* strain.

37a. The polypeptide of paragraph 35a or 36a further characterised by paragraph 1a.

38a. The polypeptide of paragraph 35a or 36a further characterised by any of paragraphs 10 2a-14a.

39a. The polypeptide of paragraph 365 or 36a, wherein said polypeptide comprises 0, 1 or 2 cysteine residues.

40a. The polypeptide of paragraph 35a or 36a or 39a, which polypeptide is derived from a prokaryotic organism.

15 41a. The polypeptide of paragraph 40a, wherein said prokaryotic organism is selected from the group consisting of an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* a *Planctomyces*, a *Burkholderia* species, an *alpha* *Proteobacterium*, a *Methanoscincina* species, a *Sorangium*, a *Mesorhizobium*, a *Bradyrhizobium*, a *Salinispora* species and a *Solibacter* species, preferably said prokaryotic organism is an *Erythrobacter*, an *Exiguobacterium*, a *Chthoniobacter* or a *Planctomyces* species,

20 42a. The polypeptide of paragraph 40a or 41a, wherein said polypeptide is a wild type sequence.

43a. The polypeptide of paragraph 42a, wherein said polypeptide is a mature wild type sequence not containing a signal peptide.

25 44a. The polypeptide of any of paragraphs 40a-43a, wherein said amino acid sequence of said polypeptide comprises modifications in the range of 1-30 modifications, 1-25 modifications, 5-25 modifications, 1-20 modifications, 10-20 modifications, 1-12 modifications, 1-18 modifications, or 12-18 modifications compared to the amino acid sequence of the mature wild type PAL like enzyme derived from said prokaryotic organism.

30 45a. The polypeptide of paragraph 44a wherein said modification consist of one or more substitution(s), deletion(s), addition(s), including insertion(s) of one ore more amino acids in the sequence.

46a. The polypeptide of any of paragraphs 40a-43a, wherein said amino acid sequence has at least 80% identity, at least 85%, at least 90%, at least 95, at least 96 %, or at least

98 %. to the amino acid sequence of the mature wild type PAL like enzyme derived from said prokaryotic organism.

47a. The polypeptide of any of paragraphs 1a-46a, wherein the polypeptide is capable of converting α -hydroxyhippuric acid to benzamide.

5 **48a.** The polypeptide of any of paragraphs 1a-46a, wherein said α -hydroxyglycine is a C-terminal- α -hydroxyglycine of formula R-Gly(OH), where R is a peptide and Gly(OH) is an α -hydroxyglycine residue linked to the C-terminus of said peptide, and wherein said α -amide is of formula R-NH₂.

10 **49a.** The polypeptide of any of paragraphs 1a-46a, which polypeptide is a peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL).

50a. The polypeptide of any of paragraphs 1a-49a, wherein the polypeptide comprises a fusion partner.

51a. The polypeptide of any of paragraphs 1a-49a, wherein the polypeptide comprises a TAP tag.

15 **52a.** The polypeptide of any of paragraphs 1a-49a, wherein the polypeptide comprises a purification tag, e.g. selected from the group consisting of immobilized metal affinity tags (His6 or His8), Gluthathionine tranferase tags, tags recovered with antibodies (FLAG tag, HA tag, MYC tag), biotin and streptavidin.

20 **53a.** The polypeptide of any of paragraphs 50a-52a, wherein the enzyme is attached to the fusion partner by a linker sequence.

54a. The polypeptide of paragraph 53a, wherein the linker sequence has from 1 to 30, from 1 to 25, from 1 to 20 or from 1 to 15 amino acids.

55a. The polypeptide of any of paragraphs 1a-54a, wherein said polypeptide is substantially pure.

25 **56a.** The polypeptide of any of paragraphs 1a-54a, wherein the polypeptide preparation: (i) contains at most 50%, or at most 10% or at most at 5% by weight of other polypeptide material with which it is natively or recombinantly associated, or (ii) the polypeptide is at least 50% pure, least 90% pure or at least 95% pure by weight compared to other polypeptide material with which it is natively or recombinantly associated.

30 **57a.** The polypeptide of any of paragraphs 1a-54a, wherein said polypeptide is at least 5% pure, at least 10% pure, at least 25% pure, at least 50 pure, at least 75% pure, at least 80% pure, at least 90% pure compared to of other polypeptide material as determined by SDS-PAGE.

35 **58a.** An isolated polynucleotide comprising a nucleotide sequence that encodes the polypeptide of any of paragraphs 1a-57a or 73a.

59a. An isolated recombinant nucleic acid construct comprising the polynucleotide of paragraph 58a.

60a. The nucleic acid construct of paragraph 59a, wherein the nucleotide sequence is operably linked to one or more control sequences that direct the production of the polypeptide in an expression host.

61a. The nucleic acid construct of paragraph 60a or 61a comprising a promoter.

62a. The nucleic acid of any of paragraphs 59a-61a, wherein the nucleic acid further encodes a purification tag and/or a linker.

63a. A recombinant expression host cell comprising the nucleic acid construct of any of paragraphs 59a-62a.

64a. The host cell of paragraph 63a, wherein the recombinant nucleic acid is present in the genome of the host cell or in a vector that autonomously replicates in the host cell.

65a. The host cell of paragraph 63a or 64a, wherein the host cell is selected from the group consisting of: (i) a bacteria or a fungus, (ii) a yeast, (iii) a mammalian host cell, and (iv) a prokaryotic host cell.

66a. The host cell according to any of paragraphs 63a-65a, wherein the host cell is *E. coli*.

67a. A method for producing an enzyme capable of catalysing the conversion of α -hydroxyglycine to an α -amide comprising maintaining the host cell of any of paragraphs 63a-66a under conditions suitable for the production of said enzyme.

68a. A method of producing the polypeptide of any of paragraphs 1a-57a or 73a comprising

(i) cultivating a host cell comprising a nucleic acid construct comprising a nucleotide sequence encoding said polypeptide under conditions conducive for production of the polypeptide; and (ii) recovering the polypeptide.

69a. The method of claim 68a wherein the polypeptide is recovered in a soluble form from the supernatant after cell disruption.

70a. A method for producing an enzyme with peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL) activity comprising the steps of:

- 30** i) cultivating a recombinant expression host cell of non-mammalian origin which comprises a nucleic acid construct comprising a nucleotide sequence encoding the enzyme, under conditions suitable for the expression of the enzyme; and
- ii) recovering the enzyme from
 - 35** a) the supernatant after cell disruption and centrifugation and/or
 - b) the growth media

wherein the host cell is of non-mammalian origin such as, e.g., an *Escherichia coli* strain and wherein the enzyme is soluble when recovered in step ii).

71a. The method of paragraph 70a, wherein the enzyme has an amino acid sequence comprising 0, 1 or 2 Cys residues.

5 **72a.** The method of paragraph 70a or 71a, wherein the enzyme is in a catalytically active form when recovered in step ii) meaning that the enzyme does not require a step of re-folding for obtaining catalytic activity.

73a. An isolated polypeptide which is an enzyme with peptidyl- α -hydroxyglycine alpha-amidating lyase activity obtainable by the method of any of paragraph 70a-72a and 10 wherein said enzyme is capable of catalysing the reaction: R-Gly(OH) \rightarrow R-NH₂, where R is a peptide and Gly(OH) is an α -hydroxyglycine residue linked to the C-terminus of said peptide.

74a. Use of a polypeptide of any of paragraphs 1a-57a or 73a for catalysing the conversion of a C-terminal α -hydroxyglycine residue to an α -amide residue in a peptide.

15 **75a.** Use of paragraph 74a, wherein the polypeptide is used in a process for preparing an α -amidated peptide.

76a. Use of paragraph 74a or 75a, wherein Cu²⁺ ions and/or ascorbic acid are present when using said polypeptide.

20 **77a.** Use of any of paragraphs 74a-76a, wherein an enzyme with PHM activity is used in the process for preparing an α -amidated peptide.

25 **78a.** A method for producing an α -amidated peptide comprising the steps of: (i) allowing a target peptide with a C-terminal glycine residue to react with both a peptidylglycine alpha-hydroxylating monooxygenase (PHM) and a polypeptide of any of paragraphs 1a-57a or 73a under conditions suitable for enzymatic activity, wherein the reaction with said PHM and said polypeptide on said target peptide is performed either in two separate steps or simultaneously; (ii) recovering the C-terminally α -amidated peptide.

30 **79a.** A method for producing an α -amidated peptide comprising
(i) producing a precursor (target peptide) of an amidated peptide by recombinant expression of the peptide in a prokaryotic host, wherein said precursor has a C-terminal Glu residue;
ii) treating said precursor with a PHM like enzyme to obtain a C-terminal α -hydroxyglycine of said peptide;
iii)) treating said C-terminal α -hydroxyglycine with a polypeptide of any of paragraphs 1a-57a or 73a

iv) recovering the C-terminal α -amidated peptide.

80a. The use or method of any of paragraphs 74a-79a, wherein the amino acid sequence of the enzyme with PHM is derived from a mammalian organism.

5 **81a.** The use or method of any of paragraphs 74a-80a, wherein the recovered α -amidated peptide is to be used as a medicament.

82a. The use or method of claim 81a, comprising a step (iii) of preparing a pharmaceutical formulation comprising the recovered C-terminally α -amidated peptide.

10 **83a.** The use or method of any of paragraphs any of paragraphs 74a-82a, wherein said target peptide is selected from the group consisting of amylin, Neuropeptide Y (NPY), Peptide YY (PYY), PYY-3-36, Pancreatic polypeptide (PP), Glucagon like peptide (GLP-1), gastrin, calcitonin, calcitonin related peptide (CGRP), gastrin releasing peptide, vaso-pressin, oxytocin, neuropeptide A, secretin, pancreastatin, pro-opiomelanocortin (POMC), alpha-melanocyte-stimulating hormone (alpha MSH), gamma-melanocyte-stimulating hormone (gamma 1MSH), and amidated hinge peptide (HP-N) or functional analogs thereof.

15 **84a.** The use or method of any of paragraphs 74a-83a, where the α -amidated peptide is used for treating or preventing one of the following conditions and/or diseases: obesity, hypertension, hyperglycemia including stress induced hyperglycemia, type 2 diabetes, impaired glucose tolerance, type 1 diabetes, burns, operation wounds, other diseases or injuries where an anabolic effect is needed in the treatment, myocardial infarction, stroke, 20 coronary heart disease, other cardiovascular disorders, treatment of critically ill diabetic and non-diabetic patients and polyneuropathy.

25 **85a.** An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, wherein said polypeptide has an amino acid sequence comprising the following motif (named motif 2): Asp Gly Tyr Xaa₁₇ Asn Xaa₁₈ Arg Xaa₁₉ Xaa₂₀ Xaa₂₁ Phe Xaa₂₂ Xaa₂₃ Xaa₂₄ Gly Xaa₂₅ Xaa₂₆ Xaa₂₇ Xaa₂₈ Xaa₂₉ Xaa₃₀ Xaa₃₁ Xaa₃₂ Xaa₃₃ Gly Xaa₃₄ Xaa₃₅ Xaa₃₆ Gly Xaa₃₇ Phe, where Xaa₁₇ to Xaa₃₇ are selected independently from a natural occurring amino acid, provided that Xaa₁₇ is not Cys

30 **86a.** The isolated polypeptide of paragraph 85a, which polypeptide is derived from a prokaryotic organism.

87a. The polypeptide of paragraph 85a or 86a, wherein said polypeptide comprises 0, 1 or 2 cysteine residues.

88a. The polypeptide of any of paragraphs 85a-87a, wherein said α -hydroxyglycine is a C-terminal- α -hydroxyglycine of formula R-Gly(OH), where R is a peptide and Gly(OH) is

an α -hydroxyglycine residue linked to the C-terminus of said peptide, and wherein said α -amide is of formula R-NH₂.

89a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide comprises or consist of the amino acid sequence SEQ ID NO: 19

(PNSQPNPYRTVEGWFQMPAGRTMGSTS A VFVAPGGHIWVAERCGANTCAGSDVAP L
LEFDTAGKVSSFGAGMFQFPHGIWIEPDGSIWLTDGQGANGKGHQVFKFSPQGKVLM
TLGKAGVAGDGPDTFNQPNAVAVSANGDVFISDGHNAGRGNARVLKYSKDGTFIKQW
GGHGSQPGQFEVPHTLAFDSKGRLFVGDRANNRIQIFDQDGKFLDEWKQFGRPSGIFI
DRNDAMYVTDSESTD RDGYGHNP GWKRGIRIGSAKDG SVTA FIPDPSPGAGAT SAAEG
VAADAKGNVYGAEVGPKDVKKYVRK, derived from *Solibacter* sp).

90a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide comprises or consist of the amino acid sequence SEQ ID NO: 20

(TVSDPAVGAIPEDRLLRPWGRLPATARIGTGITVGPTGEIALLHRAGTAFAYDAVIDTDT
VVVLNPRDGTVRQTWGAGRFRSPHSITADSEGRYWVTDVSTNKITT FDAAGRQVGE LG
HDYPTGLE TALRVRNVLSNL PCTLDEYIFARPTDVA SADGSIVVADGYRNSRVARFDT
HRVLTGQWGELGDQPAQFNIPH GVALDSNGAVYVADRRNARVQVNADGSVRHVWH
SSALGRPYDVAIGPDDAVYVLDGGDLLDENNGEQRGYV CRLSTTGRVTHR WALADQR
ANPHQLAIGV RGEIYVAALAGAPLWRWAPQ, derived from *Salinispora* sp).

91a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide comprises or consist of the amino acid sequence SEQ ID NO: 21

(MLTSGHGMYITAQDDLFVVTYDAHQVLHFDPNQELVKALGTFNEPHWEAPFNHPTDVA
VGAEGDIYVADGYGNAQVHRFASDG SYLNGWGTPGISAGEFSTPHAIWVLPDERVLVV
DRDNDRIQVFDRNGAVLDEWRGLVRPM DIWADPEGQRIYVTEQAPRITCLDSAGVVIGR
ARTFGIYPHGIWGAPDGS LYVAEQGYPHQIVKYERI, derived from *Burkholdia* sp).

92a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide comprises or consist of the amino acid sequence SEQ ID NO: 22

(MLPGPSVITDGQYRYHADQHWAKLPAGQQFGPISQLAVDASNRVIVVQRDTPAVLVFS
HDGTLELAWHHPKLTSVHGLCVAPDESLFIVSFDAHQVLKFSRSRGELLELGKFSSPNWI
EPFNHPTDVAVANDGEIYVTDGYGNARVHRFAADGTYIGGWGQHGNKTGEFSCPHGI

30 WIDEDVGRVLAVDRDNDRVQVFDRSGQYLSEWTGFR RPM DIWGT PNTFYIVDQAPG
LSIVDRNGRLRARARMYPTYSHGIGGDANGNLVAAQGPSRVVRLERLDNEE, derived
from *Burkholdia* sp.).

93a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity which polypeptide comprises or consist of the amino acid sequence SEQ ID NO: 23

QLGPSDAYRTTYGWEKMPAGR ALGVSSGVFPDRDGKHIWILARCGNNNCAGSDADPIL
KFDMAGNLVTSFGKGVLA FPHGFFIDAEGNVWVTEGAPVGDRRGDAGFKIGKGHQVFK
FSPEGKLLMTLGAVAGDDNKHFNGPSGVAIAPNGDIWVV DGHRGNNRVRFSKD
GKFIRAIGGGVGSESADTGRFSDPHGIAIDSAGRIFVADRGNNRIQILDPEGNFLAEWKQ
5 FGKPSGVYIDARDRIYVG DGMSTPERNPGVPGIRVGDAKTGKVTA FIPDNEKYKQGES
GVEFLAADADGNIYAGEVTRQRFGKHIPLK.

94a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, which polypeptide comprises or consist of an amino acid sequence having a degree of identity to SEQ ID NO: 19 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

10 95a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, which polypeptide comprises or consist of an amino acid sequence having a degree of identity to SEQ ID NO: 20 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

15 96a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, which polypeptide comprises or consist of an amino acid sequence having a degree of identity to SEQ ID NO: 21 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

97a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, which polypeptide comprises or consist of an amino acid sequence having a degree of identity to SEQ ID NO: 22 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

20 98a. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity, which polypeptide comprises or consist of an amino acid sequence having a degree of identity to SEQ ID NO: 23 of at least 75%, such as of at least 80%, at least 85%, at least 90%, at least 95, at least 96 %, or at least 98 %.

99a. The polypeptide of any of paragraphs 89a-98a, wherein said amino acid sequence comprises 0, 1 or 2 cysteine residues.

100a. The polypeptide of any of paragraphs 85a-99a, wherein the polypeptide comprises a fusion partner.

30 101a. The polypeptide of any of paragraphs 85a-100a, wherein said polypeptide is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, where said α -hydroxyglycine is a C-terminal- α -hydroxyglycine of formula R-Gly(OH), where R is a pep-

tide and Gly(OH) is an α -hydroxyglycine residue linked to the C-terminus of said peptide, and said α -amide is of formula R-NH₂.

102a. Use of a polypeptide defined in any of paragraphs 85a-101a in a use or a method as defined in any of paragraphs 74a-84a.

5 **103a.** An isolated polynucleotide comprising a nucleotide sequence that encodes the polypeptide of any of paragraphs 85a-101a.

104a. An isolated recombinant nucleic acid construct comprising the polynucleotide of paragraph 85a-101a.

10 **105a.** The nucleic acid construct of paragraph 104a, wherein the nucleotide sequence is operably linked to one or more control sequences that direct the production of the polypeptide in an expression host.

106a. The nucleic acid construct of paragraph 104a or 105a comprising a promoter.

107a. The nucleic acid of any of paragraphs 104a-106a, wherein the nucleic acid further encodes a purification tag and/or a linker.

15 **108a.** A recombinant expression host cell comprising the nucleic acid construct of any of paragraphs 104a-107a.

109a. The host cell of paragraph 108a, wherein the recombinant nucleic acid is present in the genome of the host cell or in a vector that autonomously replicates in the host cell.

20 **110a.** The host cell of paragraph 107a or 109a, wherein the host cell is selected from the group consisting of: (i) a bacteria or a fungus, (ii) a yeast, (iii) a mammalian host cell, and (iv) a prokaryotic host cell.

111a. The host cell according to any of paragraphs 108a-110a, wherein the host cell is *E. coli*.

25 The invention is further summarized in the following paragraphs:

1. An enzyme capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, characterised by the enzyme being derived from a prokaryotic organism.

2. An enzyme according to paragraph 1, wherein the enzyme comprises the following motif: Xaa₁ Val Xaa₂ Asp Arg Xaa₃ Xaa₄ Xaa₅ Arg Xaa₆ Gln Xaa₇ Xaa₈ Xaa₉ Xaa₁₀ Xaa₁₁ Gly Xaa₁₂ Xaa₁₃ Xaa₁₄ Xaa₁₅ Xaa₁₆ Trp; where Xaa₁ and Xaa₇ can be any naturally occurring amino acid except for Cys and Xaa₂, Xaa₃, Xaa₄, Xaa₅, Xaa₆, Xaa₈, Xaa₉, Xaa₁₀, Xaa₁₁, Xaa₁₂, Xaa₁₃, Xaa₁₄, Xaa₁₅, Xaa₁₆ can be any naturally occurring amino acid.

3. An enzyme according to paragraph 2, wherein Xaa₄ can be Asn.

35 4. An enzyme according to paragraph 2 or 3, wherein Xaa₁₄ can be Leu.

5. An enzyme according to paragraphs 2-4, wherein Xaa₇ can be Val or Ile.
6. An enzyme according to paragraphs 2-5, wherein Xaa₈ is Phe or Leu.
7. An enzyme according to paragraphs 2-6, wherein Xaa₉ can be Asp or Ser.
8. An enzyme according to paragraphs 1-7, wherein the enzyme is isolated from *Erythrobacter*, *Exiguobacterium*, *Chthoniobacter* or *Planctomyces* species.
9. An enzyme according to paragraphs 1-3, wherein the enzyme is capable of converting α -hydroxyhippuric acid to benzamide.
10. An enzyme according to paragraphs 1-9, wherein the enzyme is a wild-type enzyme.
11. An enzyme according to paragraph 1-5, wherein the enzyme comprises up to 30 modifications compared to the wild type enzyme.
12. An enzyme according to paragraphs 1-11, wherein the enzyme comprises 1-30 modifications.
13. An enzyme according to paragraphs 1-12, wherein the enzyme comprises 5-25 modifications.
14. An enzyme according to paragraphs 1-13, wherein the enzyme comprises 10-20 modifications.
15. An enzyme according to paragraphs 1-14, wherein the enzyme comprises 12-18 modifications.
16. An enzyme according to paragraphs 1 and 11-15, wherein at least one Cys residue is substituted or deleted.
17. An enzyme according to paragraphs 1-16, wherein the enzyme comprises a fusion partner.
18. An enzyme according to paragraphs 1-17, wherein the enzyme comprises a TAP tag.
19. An enzyme according to paragraphs 1-17, wherein the enzyme comprises a purification tag selected from the group consisting of immobilized metal affinity tags (His₆ or His₈), Gluthathionine tranferase tags, tags recovered with antibodies (FLAG tag, HA tag, MYC tag) biotin or streptavidin.
20. An enzyme according to paragraphs 17-19, wherein the enzyme is attached to the fusion partner by a linker sequence.
21. An enzyme according to paragraph 20, wherein the linker sequence has from 1 to 30, from 1 to 25, from 1 to 20 or from 1 to 15 amino acids.
22. An enzyme according to any of paragraphs 1-21, wherein Xaa₄ can be Asn, Xaa₁₄ can be Leu, Xaa₇ can be Val or Ile, Xaa₈ is Phe or Leu and Xaa₉ can be Asp or Ser.
23. An enzyme comprising SEQ ID No. 1, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide

24. An enzyme comprising SEQ ID No. 2, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.
25. An enzyme comprising SEQ ID No. 3, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.
- 5 26. An enzyme comprising SEQ ID No. 4, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.
27. An enzyme comprising SEQ ID No. 13, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.
- 10 28. An enzyme comprising SEQ ID No. 15, which enzyme is capable of catalysing the conversion of a α -hydroxyglycine to an α -amide.
29. An enzyme according to paragraphs 23-27, wherein the enzyme comprises 1- 30 modifications.
30. An enzyme according to paragraphs 23-28, wherein the enzyme comprises 5-25 modifications.
- 15 31. An enzyme according to paragraphs 23-29, wherein the enzyme comprises 10-20 modifications.
32. An enzyme according to paragraphs 23-30, wherein the enzyme comprises 12-18 modifications.
33. An enzyme according to paragraphs 23-31, wherein at least one Cys residue is substituted or deleted.
- 20 34. Use of an enzyme according to any of paragraphs 1-33 for catalysing the conversion of a C-terminal α -hydroxyglycine to an α -amide in a peptide.
35. Use according to paragraph 34 in a process for preparing an α -amidated peptide.
36. Use according to paragraphs 34-35, wherein Cu^{2+} ions and/or ascorbic acid are present.
- 25 37. Use according to paragraphs 34-36, wherein an enzyme with PHM activity is used in the process for preparing an α -amidated peptide.
38. Use according to paragraphs 34-37, wherein the peptide is a target peptide selected from the group consisting of amylin, NPY, PYY-3-36, PP, GLP-1, gastrin, calcitonin, gastrin releasing peptide, vasopressin, oxytocin, neurokinin A, secretin, POMC, alpha MSH, gamma 1MSH, and HP-N or functional analogs thereof.
- 30 39. Use according to paragraphs 34-38, wherein the α -amidated peptide is used for treating or preventing one of the following conditions: obesity, hypertension, hyperglycemia including stress induced hyperglycemia, type 2 diabetes, impaired glucose tolerance,

type 1 diabetes, burns, operation wounds, other diseases or injuries where an anabolic effect is needed in the treatment, myocardial infarction, stroke, coronary heart disease, other cardiovascular disorders, treatment of critically ill diabetic and non-diabetic patients and polyneuropathy.

- 5 40. A method for producing an α -amidated peptide comprising allowing a target peptide to react with an enzyme according to paragraphs 1-33 and purifying the α -amidated peptide.
41. A method according to paragraph 40, wherein an enzyme with PHM activity is used in the method.
- 10 42. A method according to paragraphs 40-41, wherein the target peptide is selected from the group consisting of amylin, NPY, PYY-3-36, PP, GLP-1, gastrin, calcitonin, gastrin releasing peptide, vasopressin, oxytocin, neurokinin A, secretin, POMC, alpha MSH, gamma 1MSH, and HP-N or functional analogs thereof.
43. An isolated nucleic acid encoding the enzyme of any of paragraphs 1-33.
- 15 44. A recombinant nucleic acid comprising:
 - a. A promoter
 - b. The isolated nucleic acid of paragraph 43.
45. A recombinant nucleic acid according to paragraph 44, wherein the nucleic acid further encodes a purification tag.
- 20 46. A recombinant nucleic acid according to paragraphs 44-45, wherein the nucleic acid further encodes a linker.
47. A vector comprising the recombinant nucleic acid of paragraphs 44-46.
48. A host cell comprising the recombinant nucleic acid of paragraphs 44-46.
- 25 49. The host cell of paragraph 48, wherein the recombinant nucleic acid is present in the genome of the host cell or in a vector that autonomously replicates in the host cell.
50. The host cell according to paragraphs 48-49, wherein the host cell is a bacteria, a fungus e.g. a yeast.
51. The host cell according to paragraphs 48-50, wherein the host cell is *E. coli*.
- 30 52. A method for producing an enzyme capable of catalysing the conversion of α -hydroxyglycine to an α -amide comprising maintaining the host cell of paragraph 47 under conditions suitable for the production of said enzyme.

EXAMPLES

All examples of enzymes of the invention identified by use of databases and the characterizations below, contained a signal peptide predicted with high confidence using Signal P (Henrik Nielsen et al., "Identification of prokaryotic and eukaryotic signal peptides and prediction of their cleavage sites" Protein Engineering 10, 1-6 (1997)). As the signal peptide is normally not part of the mature functional enzyme these were removed from the original sequence according the prediction. The enzymes in examples 1-6 described below was designed with a GlyPro N-terminal extension to facilitate removal of the TAP fusion partner with a HRV14 3C protease that recognizes the sequence GluValLeuPheGln / GlyPro.

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Example 1Cloning of Fusion proteins with Ribosomal protein L9 as purification tag and PAL-like domain from *Erythrobacter* sp. SD-21

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Four sequence variants of the *Erythrobacter* PAL-like domain were cloned, expressed and evaluated. The variants were made to evaluate whether different fusion partners, linkers or extension to the N-terminal of the PAL-like domain affected expression and solubility.

20

Protein 1:

SEQ ID NO:13 encodes a PAL-like domain derived from the *Erythrobacter* sp. SD-21 bacterium. The molecular weight of the protein was calculated to 33467,1 Da. When fused to a Thermostable Alkaline Protein (TAP) purification tag (SEQ ID NO: 7) via a Gly/Ser-rich flexible linker (SEQ ID NO: 10) the fusion enzymes will have a molecular weight of 51231.7 Da and represent protein 1 as described in table 1.

25

To obtain plasmid A encoding protein 1, a Xhol/BamHI gene fragment encoding SEQ ID NO:13 was codon optimized for expression in *E. coli* and obtain as a synthesized gene fragment with 5'end Xhol and 3'end BamHI cloning sites (GeneScript). In the 5'-end a short fragment encoding the linker (SEQ ID NO: 10) partner was introduced directly upstream of the nucleotide fragment encoding the PAL-like domain (SEQ ID NO: 13).

30

The Xhol/BamHI fragment was ligated into a pET11a (Novagen) expression vector already encoding a purification tag comprised in a NdeI/Xhol fragment (Ribosomal Protein L9 from *T. maritima*, described in international patent applications published under number WO 2006/108826 and WO 2008/043847 (SEQ ID NO 7) using the LigaFast™Rapid Ligation System (Promega) by methods described by the manufacturer. The ligation products were used to transform TOP10 (Invitrogen) competent *E. coli* cells and incubated overnight on LB (Lu-

35

ria-Bertani) medium with 150 micrograms per milliter Ampicillin agar plates. Plasmid A encoding the fusion protein of interest were obtained from culture positive clones following plasmid propagation in liquid medium and standard minipreparations of plasmids. Correct nucleotide sequence of plasmid A was verified by DNA sequencing with T7 5 promoter/terminator sequence specific primers.

Protein 2:

Another variant of the Erythrobacter sp. SD-21 PAL-like domain (plasmid B) were obtained by ligating a ~110 bp Xhol/Ncol synthetic fragment (Geneart) comprising minor 10 changes in the linker region and N-terminal part of the Erythrobacter PAL-like domain into a Xhol/Ncol site in the plasmid A, thus giving rise to the protein 2. Protein 2 comprises the same purification tag SEQ ID NO 7 as described for protein 1, but has a linker with a HRV14 3C protease cleavage site (ELTFQ) (SEQ ID NO: 14) and changes in the N-terminal of the PAL-like domain (SEQ ID NO: 15). The theoretical molecular weight of the fusion protein is 15 52092.6 Da and 33823,5 Da for the HRV14 3C protease released PAL-like domain.

Protein 3:

Another variant of the Erythrobacter PAL-like domain (plasmid C, exemplified on 20 vector map in Fig. 1) were obtained by ligating a Xhol/Ncol synthetic fragment (Geneart) comprising minor changes in the linker region and N-terminal part of the Erythrobacter PAL-like domain into a Xhol/Ncol site in the plasmid B, thus giving rise to the protein 3. Protein 3 comprises the SEQ ID NO 7 purification tag, but has a slightly modified linker (SEQ ID NO: 8) allowing cleavage with HRV14 3C protease compared to protein 2 and a PAL-like Erythrobacter domain truncated by 4 amino acids (SEQ ID NO: 1) compared to protein 2 and one 25 amino acid compared to protein 1 and comprising a N-terminal Gly residue (SEQ ID NO: 1). The theoretical molecular weight of the fusion protein is 51591.1 Da and 33324 Da for the HRV14 3C protease released PAL-like domain.

Cloning of Fusion protein with His6 purification tag and PAL-like domain from Erythrobacter sp. SD-21

Protein 4

Another variant of the Erythrobacter sp. SD-21 PAL-like domain SEQ ID NO: 1 was obtained by excising a Xhol/BamHI fragment from vector C and ligating this fragment into a vector comprising the fusion partner encoding a consecutive SEQ ID NO: 9 and 10 sequence 35 to obtain plasmid D. The encoded fusion protein comprises an N-terminal Histidine 6

tag(SEQ ID NO:9) and a linker with HRV14 3C protease cleavage site (SEQ ID NO: 12) in front of the *Erythrobacter* PAL-like domain SEQ ID NO: 1 and has a theoretical molecular weight of 35645.4 Da.

5 *Cloning of Eukaryotic PAL domains for comparative analysis*

In order to compare novel PAL-like domains from bacteria disclosed in the present invention with well-described PAL domains, *Rattus norvegicus* (Plasmid E encoding protein 5 and plasmid F encoding protein 6 comprising differences in linker) and *Xenopus laevis* (plasmid G encoding protein 7) PAL domains were cloned essentially as described for protein 1 using the same fusion partner (SEQ ID NO: 7) to evaluate expression profiles for typical eukaryotic PAL containing two disulphide bridges described previously (e.g. Stoffers,D.A et al. :Proc. Natl. Acad. Sci. U.S.A. 86:735-739 (1989) and Mizuno Ket al.: Biochem. Biophys. Res. Commun. 148:546-552 (1987)).

15 The following constructs were made (Table 1):

Protein name	Plasmid no	Species	Fusion partner	Linker	PAL-like sequence
1	A	<i>Erythrobacter</i>	SEQ ID NO: 7	SEQ ID NO: 10	SEQ ID NO: 13
2	B	<i>Erythrobacter</i>	SEQ ID NO: 7	SEQ ID NO: 14	SEQ ID NO: 15
3	C	<i>Erythrobacter</i>	SEQ ID NO: 7	SEQ ID NO: 8	SEQ ID NO: 1
4	D	<i>Erythrobacter</i>	SEQ ID NO: 11	SEQ ID NO: 12	SEQ ID NO: 1
5	E	<i>Rattus norvegicus</i>	SEQ ID NO: 7	SEQ ID NO: 9	SEQ ID NO: 5
6	F	<i>Rattus norvegicus</i>	SEQ ID NO: 7	SEQ ID NO: 16	SEQ ID NO: 5
7	G	<i>Xenopus laevis</i>	SEQ ID NO: 7	SEQ ID NO: 9	SEQ ID NO: 6

The nucleotide sequences are described below:

Plasmid no: A (*Erythrobacter* 1): SEQ ID NO: 26

ATGAAAGTGATTCTGCTGCGTGTGCGAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATATCTGATTCCGCGTGGCTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTAACCATGTGGTGAAGAGTGAAGCAGGGCGAAG
 GCGGCAAAATTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCGACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACCGATTAAGAAACTGGCGAATATAGC
 CTGGAAGTGAAGCTGCCGGTGGCGTGAAGAGATACCATTAAATTGCGTGGAACCGCGAAGAAA
 GCTCGAGCGGTGGCAGCGCGGTAGCGGTGAAGCCCCGCCGGTACCATCGATGAAAGCTGGC
 CGGATATTCCGAAAGCGCCGTGTTGGCGAACCGACCGCCATTGATGTGGATAGCCATGCCA
 TATCTTGTGCTGCATCGTGCCTCGCGAATGGACCCAGCCGTTCCGAGCGATCCGATTAGCG
 AACCGACCGTGTTCATGTTGCCCGAACCGCAAACGCTGAGCAAATGGGGCGCGGGCGAAGT
 GGTTATGCCGATGGTCTGAGCATTGATGGTATAACAAAGTGTGGATTACCGATGTGGCGT
 GAACAGGTTCTGCGTTTACCCATGAAGGTGCGGAAGAAACTGGTTCTGGGACCCGTGGCGAAA
 CGCGCCAGGATGAAAGCATTGCCGTCCGGCGGATGTTACCTTGTGGGTGATCGTGTGCT
 GGTGGCCGATGGCTATCTGAACCGTCGTATTATGGTGTGATCGCGCCTGGCAACTCCTGGAA
 CAGTGGGGTAAAGAAGGTGAAGAGATGCGGGGAATTAACTGCGCATGCGATCGCGGCCGATA
 GCGAACGTATTATGTGGGGATCGTGAACACGCGCTGTTCAGGTGCTGAGCCTGGATGGTGA
 ACCGCTGGCCCGCTGGCGCCAGGATGGCACCGGCATCCGTATGCCGTGAAACCGATTGGCAG
 CGGCTATGTTCTGGCGATTGAAGGCCGATCGCGCGGTGCAATACGCCATTGGCCGCATT
 TATCGTGC GGATGGTGGCTGGAACGTGTGTTGATGCGGGCGTTGAACCGCATACCGCACCA
 GCCTGGCCATGATGTGGCGATTGGTCCGGATGGTAGCGCGTATATGGTCGACAACAAAGCGAA
 TCGTGTATTAAATTGATCTGAGCCGCCGGTGAAGAAGCGGATCGGGAT

Plasmid no: B: (Erythrobacter 2): SEQ ID NO: 27

ATGAAAGTGATTCTGCTGCGTGTGCGAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATATCTGATTCCGCGTGGCTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTAACCATGTGGTGAAGAGTGAAGCAGGGCGAAG
 GCGGCAAAATTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCGACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACCGATTAAGAAACTGGCGAATATAGC
 CTGGAAGTGAAGCTGCCGGTGGCGTGAAGAGATACCATTAAATTGCGTGGAACCGCGAAGAAA
 GCTCGAGCGCGGGCAGCGGTAGCGAAACCCCTGTTCAGGCGCGTGAAGAAGCGCCGCCGGTAA
 CCATTGATGAAAGCTGGCCGGATATTCCGAAAGCGCGGTGTTGGCGAACCGACCGCGATTGAA
 TGTGGATGCCATTGGCCATTGGTGTGCTGCATCGCGCGGCCGCAATGGACCCAGCCGTT
 CCGAGCGATCCGATTAGCGAACCGACCGTGTGTTATGTTGCGGGGAACGGCAAACGCTGAGCA
 AATGGGGCGCGGGCGAACTGGTGTGCGCATGGCCTGAGCATTGATGGCGATAACAAAGTGT
 GGATTACCGATGTGGCGCGCAACAGGTGCTCGCTTACCCATGAAGGCGCGGAAGAACGGT
 GCTGGGACCCCGCGGCGAAACCGGCCAGGATGAAAGCCATTGGCCGCCGGATGTGAC
 CTTGTGGCGATCGCGTGTGGTGGCGGATGGCTATCTGAACCGCCGCATTGGTGTGAT
 CGCGCGGGCAACTTCTGGAACAGTGGGCAAAGAACGGGAAGATGCGGGCGAATTAAACCTG
 CGCATGCGATTGCGCGGATAGCGAACCGCATTGATGGCGGATCGCGAAAACCGCGCGT
 CAGGTGCTGAGCCTGGATGGCGAACCGCTGGCGCTGGCGGCCAGGATGGCACCGGCCATT
 TATGCGGTGAAACCGATTGGCAGCGGCTATGTGCTGGCGATTGAAGGCGCGATCGCGCGGGC
 CGCAACACCGCGATTGGCCGATTATCGCGCGATGGCGGCCCTGGAACCGCGTGTGTTGATGCGG
 GCGTGGAAACCGCATACCGCACCGCCTGGCGATGATGTGGCGATTGGCCGGATGGCAGCG
 CGTATATGGTCGACAACAAAGCGAACCGCGTGAATTAAATTGATCTGAGCCGCCGGATGGCAGCG
 AGAAGCGGATCGGGAT

Plasmid no: C (Erythrobacter 3): SEQ ID NO: 28

ATGAAAGTGATTCTGCTGCGTGATGTGCCAAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATATCTGATTCCGCGTGGCTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTACCCATGTGGTGAAGAGTGAAGCAGGGCGAAG
 GCGGCAAAATTTGGCGCGGTGACCGCGCGACCGTGGCGGAAGAAATTAGCAAACCAACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACGATTAAGAAACTGGCGAATATAGC
 CTGGAAGTGAAGCTGCCGGTGGCGTGAAGAGATACCATTAAATTGCGTGGAACCGCGAAGAAA
 GCTCGAGCGGCCAGCGGTAGCGAAGTGTGTTAGGGCCCGCCGGTTACCATGATGAAA
 GCTGGCCGGATATTCCGGAAAGCGCGGTGTTGGCGAACCGACCGCGATTGATGTGGATAGCCA
 TGGCCATATCTTGTGCTGCATCGTGCCTGCGAATGGACCCAGCCGTTCCGAGCGATCCG
 ATTAGCGAACCGACCGTGTTCATGTTGCCCGCAACGGCAAACGTGAGCAAATGGGCGCGG
 GCGAACACTGGTATGCCGCATGGTCTGAGCATTGATGGTGAATAACAAAGTGTGGATTACCGATGTG
 GCGCGTGAACAGGTTCTGCGTTTACCCATGAAGGTGCGGAAGAAACTGGTTCTGGGCACCCGTG
 GCGAACACCAGGATGAAAGCATTTCGCCGTCCGGCGATGTTACCTTGTGGGTGATCG
 TGTGCTGGTGGCCGATGGCTATCTGAACCGTCGTTATGGTGTGTTGATCGCGCGGCAACTTCC
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 CGATAGCGAACGTATTATGTGGCGATCGTGAACACGCGCGTGTGTTAGGTGCTGAGCCTGGAT
 GGTGAACCGCTGCCGCTGGCGCCAGGATGGCACCCGCGATCCGTATGCCGTGAAACCGATT
 GGCAGCGGCTATTTCTGGCGATTGAAGGCCGATCGCGCGGTCGAATACCGCCATTGGCC
 GCATTATCGTGCAGGATGGTGGCTTGAACGTGTGTTGATGCCGCGTGAACCGCATACCGG
 CACCAGCCTGGGCCATGATGTGGCGATTGGTCCGGATGGTAGCGCGTATATGGTCGACAACAAA
 GCGAATCGTGTATTAAATTGATCTGAGCCGCCGGCGTTGAAGAAGCGGATCGGGAT

Plasmid no: D (Erythrobacter 4);: SEQ ID NO: 29

ATGGGCAGCAGCCATCATCATCATCATCACTCGAGCGGCCAGCGGTAGCGAAGTGTGTTTC
 AGGGCCCGCCGGTACCATGATGAAAGCTGGCGGATATTCCGAAAGCGCGGTGTTGGCGA
 ACCGACCGCGATTGATGTGGATAGCCATGCCATATCTTGTGCTGCATCGTGCCTGGCGAAT
 GGACCCAGCCGTTCCGAGCGATCCGATTAGCGAACCGACCGTGTGTTGATGCCGCGAACCG
 CAAACTGCTGAGCAAATGGGCGCGGGCGAACTGGTATGCCGATGGTCTGAGCATTGATGGT
 GATAACAAAGTGTGGATTACCGATGTGGCGCGTGAACAGGTTCTGCGTTTACCCATGAAGGTG
 GGAAGAACTGGTTCTGGCACCCGTGGCGAACCGGCCAGGATGAAACCGATTTCGGCCGTCC
 GGCGGATGTTACCTTGTGGGTGATCGTGTGCTGGTGGCGATGGCTATCTGAACCGTCGTTA
 TGGTGTGTTGATCGCGCGGCAACTTCCCTGGAACAGTGGGTAAGAAGGGTAAGATGCGGGCG
 AATTAAATCTGCCGCATCGGATCGCGGCCGATAGCGAACGTATTATGTGGCGGATCGTAAAAC
 GCGCGTGTTCAGGTGCTGAGCCTGGATGGTAACCGCTGGCCGCTGGCGCCAGGATGGCACC
 GGCCATCCGTATGCCGTAAACCGATTGGCAGCGGCTATGTTCTGGCGATTGAAGGCCGCGATC
 GCGCGGGTCGCAATACCGCCATTGCCGATTTATCGTGCAGGATGGTGGCCTGGAACGTGTGTT
 TGATGCCGGCGTTGAACCGCATACCGCACCAAGCCTGGCCATGATGTGGCGATTGGTCCGGAT
 GGTAGCGCGTATATGGTCGACAACAAAGCGAATCGTGTATTAAATTGATCTGAGCCGCCGG
 CGTTGAAGAAGCGGATCGGGAT

Plasmid no: E (rat 1); SEQ ID NO: 30

ATGAAAGTGATTCTGCTGCGTGATGTGCCAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATATCTGATTCCCGTGGCTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACCGCAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTAACCATGTGGTAAAGTGAAGCAGGGCGAAG
 GCGGCAAAATTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCGACCG
 GCCTGAAACTGGATAAAACGCTGGTCAAACCTGGACAAACCGATTAAAGAACTGGCGAATATAGC
 CTGGAAGTGAACCGCTGCCGGTGGCGTAAAGAGATACCATTAACCGTGGGAACCGCAAGAAA
 GCTCGAGCGGGAGCGCGAAGTCTGTTCAAGGGCGATTTCATGTGGAGAGGAACGGATTG
 GCCGGGTGTTATCTGCTGCCGGGCAGGTGAGCGGGCTGGATAGTAAAAACAAACCTG
 GTGATTTCCACCGTGGAGATCATGTGTGGATGGTAACTCATTGATAGCAAATTGTCTATCA
 GCAGCGCGCCTGGTCTATTGAAGAAGATACCATCCTGGTATCGATCCGAATAATGCGGAA
 ATTCTGCAAAGTCTGGAAAAAACCTGTTACCTGCATCAGGTCTTCAAACCTGGACCCACATTCAAAGAAG
 GTCCGCTGCTGATTCTGGGACGTTATGCAGCCTGGCAGCGATCAGAACCATTTTGCCAAACCA
 ACAGATGTCGCCGTGGAGCCGTGACTGGTCTGTGTTGTGCGACGGCTACTGTAACCTCC
 GTATCGTCCAGTTAGCCCGTCAGGTAATTTGTTACACAGTGGGCGAAGAGTCGTCTGGCTCT
 AGTCCGCGCCCAGGGCCAGTTTCGGTGCCTAGCCTGGCCCTGGTGCCTGACCTGGACCAGC
 TGTGTGTGGCGACCGTGGAGAACGGCCGATTCAATGCTTAAACTGATACAAAGGAATTGTT
 CGCGAAATTAAACACGCCAGCTTGGACGTAATGTTTCGGCATACATTCCAGGCTTCTG
 TTTGCAGTCACGGCAAACCATATTGGCATTGAGAACCGGTACAGGGTTTGTATGAATT
 TCATCGGGCGAAATTATTGATGTTTAAACCTGTGCGCAAACATTGATATGCCACATGATATT
 GTGGCTAGCGAGGACGGTACGGTTATATTGGGATGCGCACACGAACACCGTGTGGAAATTCA
 CCCTGACCGAAAAATGGAACACCGTTCGGTC

Plasmid no: F (rat2): SEQ ID NO: 31

ATGAAAGTGATTCTGCTGCGTGATGTGCCAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
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 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACCGCAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTAACCATGTGGTAAAGTGAAGCAGGGCGAAG
 GCGGCAAAATTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCGACCG
 GCCTGAAACTGGATAAAACGCTGGTCAAACCTGGACAAACCGATTAAAGAACTGGCGAATATAGC
 CTGGAAGTGAACCGCTGCCGGTGGCGTAAAGAGATACCATTAACCGTGGGAACCGCAAGAAA
 GCTCGAGCGGGGGTAGCGCGCGCTGGCGATTTCATGTGGAGAGGAACGGATTGGCG
 GTGTTATCTGCTGCCGGGCAGGTGAGCGCGTGGCCTGGATAGTAAAACAAACCTGGTGAT
 TTTCCACCGTGGAGATCATGTGTGGATGGTAACTCATTGATAGCAAATTGTCTATCAGCAGC
 GCGGCCTGGGTCTATTGAAGAAGATACCATCCTGGTATCGATCCGAATAATGCGGAAATTCTG
 CAAAGTTCTGGAAAAAACCTGTTACCTGCCTCATGGGCTGAGCATCGATACCGATGGTAAC
 CTGGGTTACCGATGTAGCCCTGCATCAGGTCTCAAACCTGGACCCACATTCAAAGAAGGTCCGC
 TGCTGATTCTGGGACGTTATGCAGCCTGGCAGCGATCAGAACCATTTGCCAACCAACAGAT
 GTCGCCGTGGAGCCGTGACTGGTCTGTGTTGTGCGACGGCTACTGTAACCTCCGTATCG
 TCCAGTTAGCCCGTCAGGTAATTTGTTACACAGTGGGCGAAGAGTCGTCTGGCTAGTC
 CGCCCGGGCCAGTTTCGGTGCCTAGCCTGGCCCTGGTGCCTGACCTGGACCAGCTGTG
 TGGCGACCGTGGAGAACGGCCGATTCAATGCTTAAACTGATACAAAGGAATTGTTCGCGAA
 ATTAAACACGCCAGTTGGACGTAATGTTTCGGCATACATTCCAGGCTTCTGTTGCA
 GTCAACGGCAAACCATATTGGCATTGAGAACCGGTACAGGGTTTGTATGAATTTCATCG
 GGCAGAAATTATTGATGTTTAAACCTGTGCGCAAACATTGATATGCCACATGATATTGTGGCT
 AGCGAGGACGGTACGGTTATATTGGGATGCGCACACGAACACCGTGTGGAAATTCAACCTGA
 CCGAAAAATGGAACACCGTTCGGTC

Plasmid no: G (Xenopus): SEQ ID NO: 32

ATGAAAGTGATTCTGCTGCGTGATGTGCCGAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
GCGACGGCTACGCGCGTAACATCTGATTCCGCGTGGCTTGCAGAAAGAATACCGAAGGCCT
GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTAACCATGTGGTGAAGAGTGAAGCGGGCGAAG
GCGGCAAAATTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACACCACCG
GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACGATTAAAGAACTGGCGAATATAGC
CTGGAAGTGAAGCTGCCGGTGGCGTGAAGAGATACCATTAAATTGCGTGGAACCGCGAAGAAA
GCTCGAGCGGGAGCGCGAAGTCTGTTCAGGGCGATGTGCATCTGGAAGAAGAATACCGACTG
GCCGGGTGTGAACCTTAAAGTGGGCCAGGTGAGCGGGCTAGCCCTGGACCCGAAAAACACCT
GGCCATTTCATCGTGGCGATCATGTGTGGATGAAAACAGCTTGTATCGCAACTTGTATC
AGCAGCGTGGCATTGGCCGATTCAAGGAAAGCACCATTCTGGTTGTATCCGAGCAGCAGCAA
AGTGCTAAAAGCACCAGGAAAAACCTGTTTCTGCCGATGGCCTGACCATTGATCGTGTATC
GCAACTATTGGGTGACCGATGTGGCGCTGCATCAGGTGTTAAACTGGGTGCGGGCAAAGAAC
CCCGCTGCTGGTCTGGTCGTGCGTTCAAGCCGGCAGCGATCGTAAACATTGCAACAGCCG
ACCGATGTTGCGGTTGATCCGATTACCGCAACTTTGTGGCGATGGCTATTGCAACAGCCG
TATTATGCAGTTAGCCCACGGCATGTTTATTATGCAGTGGGGCGAAGAAACAGCAGCAACG
TGCCGCGTCCGGGCCAGTTCTGATTCCGACAGCCTGACCATTGCGGATCAGGGCCAGCT
GTGCGTGGCGGATCGTAAAACGGCGTATTCACTGCTTGTGGGGCGAAGAAACCGGCAATTG
AAACAAATCAAACATCAGGAATTGGCGCGAAGTTTGCCTGAGCTATGCGCCGGTGGT
TGCTGTATGCGGTGAAACGGCAAACCGTATTATGGCTATAGCGCACCGGTGCGGGCTTATGCT
GAACTTAGCAACGGCGATATTCTGGATACCTTATTCCGGCGCGTAAAAACTTGATATGCCGCA
TGATATTGCGGCAGCGGATGATGGCACCGTGTATGTGGCGATGCGATCGAACCGGGTGTG
GAAATTAGCCCCGAGCAAAGCGGAACATCGGTCCGTG

Expression of constructs:

Plasmids with the correct DNA sequence were transformed into *E. coli* expression
5 strain BL21 (DE3), which were plated on LB/ampicillin plates overnight. BL21(DE3) host cells
with plasmids were propagated in LB medium protein expression was induced using the
T7/IPTG expression system.

E. coli BL21(DE3) cells transformed with plasmids encoding fusion constructs were
grown to a optical density (OD600nm) of ~0.4 -0.6 at 37°C in LB/Ampicillin medium using
10 shaker flasks. If the tested induction temperature was 18°C or 30°C, the temperature was low-
ered accordingly to 18°C or 30°C for approximately 30 min, and 0.5 mM IPTG was added to the
culture for 3 hours. Following protein induction, cultures were pelleted and cells were lysed by
ultrasonication in 25 mM NaPO₄ pH 7 buffer. SDS-PAGE analysis of was carried out of lysate
samples in sample buffer containing induced and uninduced cells, as well as soluble and in-
15 soluble fractions of induced cells (obtained by ultrasonication and centrifugation in a buffer
consisting of 25 mM NaPO₄ pH 7). The analysis was performed to evaluate expression level
and solubility of the variant.

20 *Expression profile of Erythrobacter variants and comparison to well-described eu-
karyotic PAL domains from Rattus norvegicus and Xenopus laevis*

When expressed from plasmids in BL21(DE3) for 3 hours at 30°C in 1 L baffled shaker flasks, the protein 3, protein 1 or protein 2 Erythrobacter protein variants showed expected molecular weights around 50 kDa and very similar expression levels. A consistently high degree of solubility (~80%) at neutral pH was observed (in a buffer containing 25 mM NaPO₄ pH 7, exemplified for protein 2 in Fig 2A).

Same expression levels were observed for PAL from rat (protein 6) or Xenopus PAL (protein 7) using the same N-terminal tag and linker as protein 1. However, in contrast to the Erythrobacter PAL-like domains, the PAL domains from rat and Xenopus consistently resulted in insoluble protein, when using the same expression conditions ((Exemplified for protein 6 in Fig 2B). Rat PAL with a different linker (protein 5) did not change the expression profile, but still resulted in an insoluble protein using the same expression conditions. Comparison of expression profiles (protein 3 against protein 6), at expression conditions at 18°C, 30°C or 37°C showed that the Erythrobacter protein was soluble protein at all three temperatures, whereas the rat PAL was insoluble at all three temperatures. This shows the advantage of expressing the prokaryotic PAL, which contains no disulphide bridges compared to the eukaryotic PAL, which is more likely to make aggregates during expression. The Erythrobacter PAL-like domain can also be made as soluble fusion protein despite variations in the 5 aa region of the N-terminal of the PAL protein and in the linker region.

The His tagged variant of Erythrobacter protein (protein 4) resulted in a soluble protein when expressed both at 30°C and 37°C, thus demonstrating that the high solubility of the Erythrobacter protein is not dependent on the nature of the N-terminal fusion tag used, but is rather an inherent property of the protein.

Purification of SEQ ID NO: 7 tagged Erythrobacter PAL-like fusion proteins on SP Sepharose FF:

Following expression of PAL-like enzymes (protein 1, protein 2 or protein 3) or rat PAL (protein 6) in 1-2 L baffled shaker flasks for 3 hours at 30°C as described above purification by cation exchange chromatography using SP Sepharose FF 5 ml columns was carried out as described in the following:

Cell culture pellets (from 80 ml of culture OD600: ~1.6-1.8) of the enzyme variants were disrupted by ultrasonication in a total of 20 ml 25 mM NaPO₄ pH 7 buffer. Cell debris was spun down by centrifugation (4000 rpm, 15 min). Supernatants were sterile filtrated (0.45 uM filters) and diluted to a total volume of 40 ml with 25 mM NaPO₄ pH 7 buffer to obtain the protein application. Purification was carried out using a AKTA explorer 100 purification system (GE Healthcare). A prepacked SP Sepharose FF HiTrap column with a 5 ml col-

umn volume (GE Healthcare, product no: 17-5157-01) was used for the separation at a flow rate of 3 ml/min using the following buffers:

Buffer A: 50 mM sodium phosphate, pH 7

Buffer B: 50 mM sodium phosphate, pH 7 + 1M NaCl

5 The column was initially equilibrated for 7 column volumes of buffer A. After loading of the application, unbound protein was removed by washing using 7 column volumes of buffer A. A linear gradient from 0-100 % buffer B for 20 column volumes was used to elute the enzymes from the column.

10 Application, flow through fractions and fractions representing protein eluted within the gradient were separated by SDS-PAGE and gels were analyzed following Coomassie Brilliant Blue staining or LC-MS analysis.

15 Both protein 1, protein 2 or protein 3 eluted from the column at a salt concentration of ~0.3 M NaCl in a single peak, which according to SDS-PAGE had high purity of ~80% (Fig. 3A and B exemplified for protein 3). No significant amount of protein was observed in the flow through fraction indicating that the Erythrobacter variants were all efficiently captured by the SP Sepharose FF column.

20 In contrast, attempts to purify rat (protein 6) or X. laevis PAL (protein 7) fusion proteins, using the exact same conditions for sample preparation and purification failed indicating that the eukaryotic PAL adopts an incorrectly folded confirmation upon expression in E. coli, which does not readily allow purification by cation chromatography.

25 Fractions containing eluted Erythrobacter PAL-like enzymes were pooled together and concentrated and desalting in a buffer containing 50 mM Tris pH 7.5 using Vivaspin MWCO10.000 columns (Vivaspin) according to the manufacturers instructions. Glycerol was added to a total conc. of 10% and enzymes were stored until used at 20°C.

Purification and LC-MS analysis of mature Erythrobacter PAL-like (SEQ ID NO:1) without purification tag

Cleavage with TAP tagged HRV14 3C protease

30 To remove the purification tag from protein 3, ~1.5 mg of the fusion protein present in 50 mM Tris HCl pH 7.5, 10% glycerol buffer, 1 mM TCEP was cleaved overnight at 30°C using a TAP tagged HRV14 3C protease (from WO 2008/043847) at an enzyme to substrate ratio of 1:25 in a reaction volume of 3 ml (ratios were estimated following protein concentration measurement using NanoDrop2000, Thermo Scientific according to the instructions of the manufacturer). Coomassie stained SDS-PAGE gels and LC-MS analysis was used to 35 confirm that enzymatic cleavage occurred using the following protocol: The LC-

MSD_TOF(Agilent technologies) instrument, was used with MS settings recommended by the manufacturer, to analyze the samples using an analytical Poroshell 300SB-C8, Micro Bore 1.0 x 75 mm, 5 micron (Agilent Technologies) column at standard HPLC conditions with a flow of 0.3 ml/min and a column temperature of 40°C: A gradient elution was formed in 5 a 20 min. run using 8.8 mM ammonium formate in 0.1% formic acid water(Buffer A) and Acetonitrile (Buffer B) as follows:

Time(min)	% Buffer B
0	22
3	22
15	75
15.1	90
20	90

LC-MS analysis of overnight HRV14 3C protease digests of protein 3 resulted in two fragments determined to 33323 Da and 18284.78 Da corresponding to the released PAL-like 10 domain (SEQ ID NO 1,calculated mass 33323,97 Da) and to the released purification tag and HRV14 3C linker (SEQ ID NO: 7+ SEQ ID NO:8, calculated mass: 18285,18 Da), respectively. No visible degradation products were observed either in the uncleaved control nor in the digest by SDS-PAGE analysis indicating high stability of both the mature PAL-like domain as well as the fusion protein.

15

Purification of mature domains on Q-sepharose HP

Digests containing the released mature PAL-domains were diluted 1:3 with 25 mM NaPO₄ pH 7 and the sample application was loaded on a 1 ml HiTrap Q Sepharose High Performance (HP) anion exchange column(GE Healthcare 17-1153-01) and separated using 20 the AKTA Explorer 100 system (GE Healthcare) with the following purification buffers:

Buffer A: 50 mM sodium phosphate, pH 7

Buffer B: 50 mM sodium phosphate, pH 7 + 1M NaCl

The column was initially equilibrated for 7 column volumes of buffer A. After loading of the application, unbound protein was removed by washing using 7 column volumes of 25 buffer A. A linear gradient from 0-100 % buffer B for 20 column volumes was used to elute the enzymes from the column.

A single peak was observed within the gradient at a NaCl conc. of ~0.3 M

SDS-PAGE of the Application, Flow through fractions and fractions covering the eluted protein showed that the released SEQ ID NO: 7+SEQ ID NO: 8 fragment representing the purification tag and HRV14 3C linker, was present in the flow through, and the released PAL-like domain (SEQ ID NO: 1) was present in the single major peak eluted from the gradient. The purity of the eluted protein was estimated to be ~90% showing that the mature PAL-like domain can be purified to high purity in only two chromatographic steps.

10 Fractions containing eluted mature enzyme (SEQ ID NO: 1) were pooled together and up-concentrated and desalted in a buffer containing 50 mM Tris pH 7.5, 10% Glycerol using Vivaspin MWCO 10.000 Da columns (Vivaspin) and stored at 20°C until used.

Example 1 shows that the PAL Enzymes of the invention can be made as soluble protein even with variations in the 5 aa region of the N-terminal of the PAL protein.

15 **Example 2**

Cloning, expression fusion protein with Ribosomal protein L9 as purification tag and PAL-like domain from Exiguobacterium sp. (strain ATCC BAA-1283 / AT1b) and purification of fusion protein and mature PAL-like domain:

20 Protein 8 is a Exiguobacterium PAL-like domain (SEQ ID NO: 2) with an N-terminal purification tag (SEQ ID NO 7) and HRV14 3C protease site containing linker (SEQ ID NO 8). The fusion protein has an calculated molecular weight of 56.115 Da and the mature PAL-like domain has an calculated molecular weight of 37848,5 Da

The following construct were made:

Protein name	Plasmid no	Species	Fusion partner	Linker	PAL-like sequence
8	H	Exiguobacterium	SEQ ID NO: 7	SEQ ID NO: 8	SEQ ID NO: 2

25 Plasmid no: H (Exiguobacterium): SEQ ID NO: 33

ATGAAAGTGATTCTGCTGCGTGATGTGCCAAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATATCTGATTCCGCGTGGCTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTACCCATGTGGTAAAGTGAAGCGGGCGAAG
 GCGGCAAAATTTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCAACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACGATTAAGAAACTGGCGAATATAGC
 CTGGAAGTGAAGCTGCCGGTGGCGTAAAGATACCATTAAATTGCGTGGAACGCGAAGAAA
 GCTCGAGCGCGGCGAGCGGTAGCGAAGTGTGTTAGGGTCCCGTACCGATCCGATTTTAA
 AGATGAATATGATGAAAAAGCCAAAAGCAGCCGTTATACCAGCAGCTGGGTTGGCCTGAAAAAG
 ATAGCGTTAGCCATCGTGGTGGTAGAGGTAGCGGTGTTAGCACCAGCCCAGCGGTTATGTTA
 TTATCTGCATCGTGGTAGGGTAGCTATGCAAATGAAGAACTGATTACCAACCCGACCATTACCG
 TTTTGATCCGAATACCAATGAAATTGGATGAATTGGCGATAACCTGTTCTAGCTCCGCATG
 GTATTGAAGTTGATGCCAGAATAATATTGGGTGACCGATATTGCTGAATAAAGTGTAAAC
 TGGATGAACGTGTAATGTTCTGGCACCTTGGTAGATGATTACGCTGGGACCCGAAACCGAC
 CTGCGTATTGTAATGAACTGCCGATTTCCGGTCCGATGAATGAATACACCTTGCACGTCCG
 ACCGATGTTACCGTTATGGAAGATGGCAGCTTATTGTTGCAGATGGCTATCGCAATCATCGTATT
 GTGAAATTAAATCGTGTGGCAATATTCACTGGGAAGTTGATGCATATGGTAGCTCTGATGGCA
 ATTAAATCTGCCGATGGCATTACCATGATCAGAGCGCAATATTATGTTGCCGATCGCAATAA
 TGCACGTATTCAAGGTGTTGATCAGGATGGTCAGCATCTGAGCACCTGGGATGATACCGAAATTG
 GCCGTCCTTATGGAATCGATGCAGGCAATGATGGTAATATTATCTGGTGGATGGCGATTAT
 CTGAATGGTAGACGTGAAACCCGAAAAGCCAGATTGTTCTGAGCCCAGGGTGAAGTTAT
 TGAACGTTGGTAGCTGGGTAACAAATGGGTAGCTGCTGATCTGACCGTGC
 TGGAAAGATGGTACAATTGGTGTGCCGACTGCTGAATGAACGCTGCAGAAATTACCAATTACCG
 AA

Plasmid H encoding protein 8 was obtained by ligating a synthetic Xhol/BamHI fragment encoding the linker and PAL-like region into an pET11a already encoding a TAP tag (SEQ ID NO: 7) and performing the verification steps as described in example 1. Expression at 30°C for 3 hours and SDS-PAGE analysis was performed as described in Example 1.

The expression levels of protein 8 was very similar to the *Erythrobacter* variants. The protein was again highly soluble, with almost no protein detected in the insoluble fraction of the cell lysate.

Cation exchange capture, cleavage with HRV14 3C and purification of mature *Exiguobacterium* PAL-like domain was performed essentially as described in Example 1. Following the capture on SP Sepharose FF a major peak eluted at a NaCl conc. of ~0.25 M and based on SDS-PAGE analysis the capture was highly efficient as well as the initial purity of the purified fusion protein ~80%.

Purification of mature *Exiguobacterium* PAL-like protein (SEQ ID NO: 2) following HRV14 3C protease cleavage of pooled and concentrated fusion protein (using 1:25 enzyme to substrate ratio overnight) was performed with the same efficiency as described in Example 1. The mature PAL-like domain eluted from the Q Sepharose HP column at a NaCl conc. of ~0.5 M (Fig 4A). SDS-PAGE analysis showed that two fragments corresponding to the mature *Exiguobacterium* PAL-like domain (SEQ ID NO:2) (upper band) and the released TAP tag (SEQ ID NO:7-SEQ ID NO:8) (lower band) was present in the application (Fig. 4B). Following

anion exchange separation, the mature *Exiguobacterium* PAL-like domain was found in the major peak (fractions 12-15) eluting from the gradient and the released tag was present in the flow through fractions (Fig. 4B).

5 Fractions containing eluted enzymes were pooled together and up-concentrated and desalting in a buffer containing 50 mM Tris pH 7.5 using Vivaspin MWCO 10.000 Da columns (Vivaspin) and stored at 20°C until used.

Example 3

10 Cloning, expression and purification of fusion protein with Ribosomal protein L9 as purification tag and PAL-like domain from Chthoniobacter flavus Ellin428

Protein 9 is a Chthoniobacter flavus Ellin428 (SEQ ID NO: 3) with an N-terminal purification tag (SEQ ID NO: 7) and HRV14 3C protease site containing linker (SEQ ID NO: 8). The fusion protein has an calculated molecular weight of 51650.4 Da and the mature PAL-like domain with Gly-Pro N-terminal has an calculated molecular weight of 33383.3 Da

15 The following constructs were made:

Protein name	Plasmid no	Species	Fusion partner	Linker	PAL-like sequence
9	I	Chthoniobacter	SEQ ID NO: 7	SEQ ID NO: 8	SEQ ID NO: 3

Plasmid no: I (Chthoniobacter): SEQ ID NO: 34

ATGAAAGTATTCTGCTGCGTATGTGCCAAAATTGGCAAAAAAGGCGAAATCAAAGAAGTGA
 GCGACGGCTACCGCGTAACTATCTGATTCCCGTGCGTTGCAGAAAGAATATACCGAAGGCCT
 GGAACGTGCGATTAACACGAAAAAGAAATCGAAAAACGCAAAAAAGAACCGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAACGTACCCATGTGGTGAAGTGAAGCAGGGCGAAG
 GCGGCAAAATTGGCGCGGTGACCGCGGGGACCGTGGCGGAAGAAATTAGCAAAACCACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACCGATTAAAGAACTGGCGAATATAGC
 CTGGAAAGTGAGCCTGCCGGTGGCGTGAAAGATAACCATTAACATTTCGCGTGGAACCGCGAAGAAA
 GCTCGAGCGGCAGCGGTAGCGAAGTGTGTTTCAGGGTCCGGAAAGCCGTTATGAAGTTGT
 TCCGCATTGGCCTGTTCTGCCGGAAAGGTCGTAGCCTGGGTGTTGTGCAGGTGTTGGTGTGATA
 GCCATGGTAATGTGTTGTGTTCATCGTAATGAACGTAATTGGACCGCAGCATTCCGGAAGAA
 CCGATTGCAGAACCGACCATTCTGTTTGATGGTCAGAGCGGAAACTGCTGACCGAATGGGG
 TGCAGGTGAATTATTATGCCGATGGCTGACCTGGATCGTAAGATAATGTTGGCTGACCG
 ATGTTGGTCGTCAAGCAGGTTAAATATGCCATGATGGTCATCTGCTGCTGACCCGGTGAA
 CGTGGTGTGAGGTAGCGATCAGACCCATTAAATCTGCCGACCGATGTTGCAGTGCTGCC
 TGGAAAGCTTTATGTGCTGATGGCTATCGTAATACCCGTGTGGTAAATTGATGCCGAGGCC
 ATTATCAGTTGAATGGGGTGGTAAAGGCACCGAACCGGGTAAATTGCTGCTGCCATGGAGTT
 GCAGTTGATTCTCATGGCTGTGTTTGCGATCGTACCAATAGCCGCTGCAGGTTTGAT
 CCGAAAGGTAATTCTGCCGAATGGAAAGGTCCGAGGTTGGTCGTCCGTATGGTGTAGCG
 TTGCAAGCAAATGATCATGTGTTGTGATTGATGGTGGTGTAGCAGCTGCCGAATGCCGG
 GCAAAAGCAGTTGAACGGACCCCTGAAGGTAATGTTCCCGCGTTGGTAGCTATGGCTG
 TCCGGGTCAAGTTCAAGCTGGGTGATATTGCACTGCCGATGGTCTGTTATGTTGGT
 ATGCCAAAGGTAACCGCGTTCAGAAATTGTTCCGGTGCATCCG

Plasmid I encoding protein 9 was obtained by ligating a synthetic Xhol/BamHI fragment encoding the linker and PAL-like region into an pET11a already encoding a purification tag (SEQ ID NO 7) and performing the verification steps as described in example 1. Expression at 30°C for 3 hours and SDS-PAGE analysis was performed as described in Example 1.

5 The expression levels of protein 9 was lower than Erythrobacter and Exiguobacterium PAL-like variants. However, the protein was predominantly soluble at neutral pH.

By cation exchange capture on SP Sepharose FF a major peak was observed at a NaCl conc. of ~0.25 M. The capture was however less efficient as observed for the two previous domains all though the purity was comparably high based on SDS-PAGE analysis.

10 Fractions containing eluted enzymes were pooled together and up-concentrated and desalting in a buffer containing 50 mM Tris pH 7.5 using Vivaspin MWCO 10.000 Da columns (Vivaspin) and stored at 20°C until used.

Example 4

15 Cloning, expression and purification of fusion protein with Ribosomal protein L9 as purification tag and PAL-like domain from Planctomyces mares DSM 8797

20 Protein 10 is a PAL-like domain from Planctomyces DSM 8797 (SEQ ID NO: 4) with an N-terminal purification tag (SEQ ID NO: 7) and HRV14 3C protease site containing linker (SEQ ID NO 8). For the Planctomyces PAL-like domain the two Cys residues occurring in the wild type sequence was replaced with an Alanine and a Valine residue.

The fusion protein has an calculated molecular weight of 48678, 56 Da and the mature PAL-like domain with Gly-Pro N-terminal has an calculated molecular weight of 30411.4 Da.

25 The following construct were made:

Protein name	Plasmid no	Species	Fusion partner	Linker	PAL sequence
10	J	Planctomyces	SEQ ID NO: 7	SEQ ID NO: 8	SEQ ID NO: 4

Plasmid no: J Planctomyces : SEQ ID NO: 35

ATGAAAGTGATTCTGCTGCGTGATGTGCCAAAAATTGGCAAAAAGGCAGAAATCAAAGAAGTGA
 GCGACGGCTACGCGCGTAACATCTGATTCCGCGTGGCTTGCAGAAAGAATACCGAAGGCCT
 GGAACGTGCGATTAAACACGAAAAAGAAATCGAAAAAACGCAAAAAGAACGCGAACGTGAAGAA
 AGCGAAAAAAATCCTGAAAGAACTGAAAAAACGTACCCATGTGGTAAAGTGAAGCGGGCGAAG
 GCGGCAAAATTTGGCGCGGTGACCGCGGCGACCGTGGCGGAAGAAATTAGCAAACCAACCG
 GCCTGAAACTGGATAAACGCTGGTCAAACCTGGACAAACGATTAAGAAACTGGCGAATATAGC
 CTGGAAGTGAACGCTGCCGGTGGCGTGAAGAGATACCATTAACCGTGGAACCGCGAAGAAA
 GCTCGAGCGGTGGTAGCGGTAGCGAAGTTCTGTTCAGGGTCGGCAGATAAAATTGATTGAT
 ACCGGCAGCCATTAATATTGAACTGCCGGAAGGTCTGGCACTGGGTCTGCAAGCGCAGTTGAT
 TTTGATAGCAAAGGTCGATGTACCTGTTCATCGTGGTCCGACGCCATTCTGGTTTGTACAG
 AGCGGTAAATTGTTCTGAGCTGGGTGATAAAACTGATTAGCCAGGCACATGGCTTAAGAGTTGC
 ACCGGATGAAACCATTGGGTTACCGATATTGCAACCACATGGTGTTCAGTTAACCGCGAAG
 GTAAACTGCTGCTGGCCCTGGGTCAAGCAGGTAAACCGGGTGATAGCCAGGATCAGTTAATAA
 ACCGACCGATATTGCATTGGTCCGCAGGGCGAATTCTATATTCTGACGGCTATGGTAATAGCC
 GTGTGATGAAATTGCAAGCCAATGGTAAAATCTGGTCAGTGGGTACACCGGGTAAAGGTCC
 GGGTGAATTAACTGCCGCATAGCATTCTGGTTGATGCAAAAGGTCGTGTTCTGGTTGGTGTAC
 GTGAAAATGATCGCGTGCAGATCTTGATCTGGAGGCAATCTGCTGGAAATTGGACCGGTTT
 GCACCGTATGGTATGAAATTGATAGCCGTGGTAACCTGTTGAGATGGTGTGCAAAATAA
 AGTTCTGCAGCTGAATGCAAGCGGTAAAGTTGAAATAGCTGGGTAAAACCGGCAAAGAACCG
 GGTGAGTATAACCTGCCTCACATGCTGGCAGTCGACGCAGCAGGCAACCTGTTGTGACCGAAA
 TTGGTGGTAAACGTCTGCAGAAACTGCAGCGCAAA

Plasmid J encoding protein 10 was obtained by ligating a synthetic Xhol/BamHI fragment encoding the linker and PAL-like region into an pET11a already encoding a Purification tag (SEQ ID NO: 7) and performing the verification steps as described in Example 1.

5 Expression in BL21(DE3) resulted in a protein with an expected molecular mass as judged by LC-MS analysis as described in Example 1 and the expression levels and high solubility characteristics of protein 10 were similar to the *Erythrobacter* variants described in Example 1.

10 Cation exchange capture was performed essentially as described in Example 1. Following the capture on SP Sepharose FF a major peak was observed at a NaCl conc. of ~0.25 M and based on SDS-PAGE analysis. The capture was efficient, with very low amounts of protein detected in the flow through and the purity of the protein from the main peak was estimated to be ~80 %.

15 Fractions containing eluted enzymes were pooled together and up-concentrated and desalting in a buffer containing 50 mM Tris pH 7.5 using Vivaspin MWCO 10.000 Da columns (Vivaspin) and stored at 20°C until used.

Example 5

Enzyme activity assay for estimating conversion of α -hydroxy hippuric acid and benzamide

Enzymatic reaction:

An enzymatic assay for measuring PAL activity was previously described (Katopodis AG et al: Biochemistry. (1990) 29(26):6115-20), which measures the conversion of α -hydroxy hippuric acid to benzamide. In order to test the PAL-domains ability to convert α -hydroxy hippuric acid to benzamide enzymatic reactions were setup as follows:

5

Enzyme (described in above examples): ~0.2 mg/ml

α -hydroxy hippuric acid (Sigma): 1 mg/ml

Zn₂SO₄: 1 mM

Buffer: MES pH 5.5 or Tris pH 7.5: 100 mM

10

The reaction was incubated for 3 hours at 37°C and the peaks corresponding to α -hydroxy hippuric acid and benzamide was evaluated following separation using UPLC (Ultra Performance Liquid Chromatography) instead of HPLC described previously.

15

UPLC separation conditions

Waters ACQ-TUV Instrument setup:

Column: UPLC BEH300 C18, 1.7mm, 2.1x150mm column from Waters (part#186003687)

Solvent A: 0.1% TFA,

20

Solvent B: 90% MeCN, 0.1% TFA (v/v)

Gradient table

Step	Time (min)	Flow rate	%A	%B	Curve
1	Initial	0.3	95	5	
2	5	0.3	85	15	6
3	5.50	0.3	10	90	6
4	6.50	0.3	10	90	6
5	7	0.3	95	5	6
6	8	0.3	95	55	6
7	20	0.020	95	5	11

25

UPLC analysis of the levels of synthetic α -hydroxy-hippuric acid and benzamide representing α -hydroxyglycine and α -amide, respectively following incubation with enzymes indicates whether the enzymes can convert a α -hydroxyglycine to α -amide group. An in-

crease in the benazamide peak area compared to the α -hydroxy hippuric acid peak area compared to a control without enzyme verifies that the enzyme has the PAL activity. Based on the semiquantitative analysis of areas below the peaks representing the α -hydroxyhippuric acid and benzamide it was verified that all four enzymes (protein 3, protein 5, 8, protein 9 and protein 10) can catalyze the transformation of α -hydroxyglycine to α -amide. PAL-like domains from Erythrobacter and Exiguobacterium (protein 3 and protein 8) are predominantly active at higher pH (pH 7.5), whereas PAL-like domains from Chthoniobacter and Planctomyces were significantly more active at lower pH (pH 5.5) indicating differences in pH optimum for the enzymes (as exemplified for Erythrobacter and Chthoniobacter PAL-like domains shown in Fig. 5). Analysis of mature and TAP tagged variants of Erythrobacter PAL-like protein (protein 3) and Exiguobacterium PAL-like protein (protein 8) shows that the TAP tagged PAL-like proteins are functional enzymes with activities comparable to the mature enzymes without an N-terminal fusion partner (SEQ ID NO: 7) (Fig. 5).

15 **Example 6:**

Test of activity of PAL-like domains on TAP tagged C-terminal Gly extended Amylin analog substrate co-treated with rat PHM.

In order to test whether the bacterial PAL-like domains are suitable for α -amidation of C-terminally Gly-extended recombinant peptides, enzymatic reactions were setup with 20 bacterial PAL-like domains and a well-known PHM domain from rat (*Rattus norvegicus*). The rat PHM domain (comprising the amino acid sequence from 36 to 497 of the 976 aa full-length rat PAM sequence) was used to facilitate the formation of a C-terminal α -hydroxyglycine was purified following transient recombinant expression in HEK293 cells essentially as described in Husten EJ et al. (1993) *J. Biol. Chem.*;268(13):9709-17.

25 A relevant model peptide substrate for the enzymes were designed, which comprised a sequence as depicted in SEQ ID NO:17. The peptide consists of an N-terminal TAP tag comprising ribosomal protein L27 from *T. maritima*, an intervening linker with a Enterokinase site and an human amylin analog with a C-terminal Gly extension (containing the following amino acid substitutions: Val17His, Ala25Pro, Ser28Pro and Ser29Pro). A gene 30 fragment comprising this sequence was codon optimized for expression in *E. coli* and ligated into a pET11a vector and expressed at 30°C for 3 hours in BL21(DE3). Purification was done using a SP Sepharose FF column with the buffers and settings essentially as described in Example 1. Fractions were pooled and upconc. in a buffer containing 100 mM Tris pH 7.5 to a conc. of 0.3 mg/ml.

The model peptide was incubated with the PAL-like domains and other relevant components as described below.

5 $5 \mu\text{L}$ rat PHM-His (0.15 mg/ml)

5 $5 \mu\text{L}$ PAL-like domain (protein 3 (0.4 mg/ml) or protein 10 (0.6 mg/ml))

5 $10 \mu\text{L}$ 100 mM Tris pH 7.5

10 mM Ascorbic acid

10 μM ZnSO₄

10 μM CuSO₄

30 $\mu\text{g/ml}$ Catalase

10 $30 \mu\text{L}$ TAP-tagged Amylin Analog ((V17H)(0.3 mg /ml)

Samples were incubated at 37°C and the enzymatic reaction was stopped with 3 μL 100% acetic acid and analyzed after 1h, 2h and 4h and 5h by LC-MS on Poroshell C8 SB300 1mm X 7.5mm reverse phase columns by LC-MSD-TOF as described in Example 1.

15 The predicted average isotopic masses for the model protein SEQ ID NO 17 precursor was calculated (the initiator methionine is removed by *E. coli* methionine aminopeptidase due to alanine in second position of SEQ ID NO: 17):

Precursor form (containing a C-terminal Gly residue): 13934.66 Da

The intermediate form (comprising a C-terminal α -hydroxyglycine): 13951 Da

20 C-terminally alpha amidated form: 13876.62 Da

Following treatment of the model peptide with rat PHM for 2 hours alone it was observed, that the vast majority of the model peptide was on the intermediate form comprising a α -hydroxyglycine in the C-terminal as determined by LC-MS analysis (Fig. 6B). A small amount of alpha amidated product also appeared due to spontaneous conversion as observed for synthetic benzoul derivative substrates in Example 5. However, upon addition of PAL-like domain a significant conversion into the alpha amidated protein was observed, but with differences in the specific activity of the two tested enzymes. With protein 10 total conversion of the precursor was observed already after 1h-2h incubation using the described incubation conditions (Fig. 6C). In comparison near complete conversion to the alpha amidated form required 5 hours incubation with the protein 3 enzyme (Fig 6D and 6F). Altogether these data shows, that the bacterial PAL-like domains can catalyse the conversion of a recombinant C-terminal Gly-extended protein precursor to a fully C-terminally alpha amidated protein in the presence of an enzyme with PHM activity.

Example 7:Test of activity of PAL-like domains on TAP tagged C-terminal Gly extended Amylin analog (Pramlintide) substrate

Bacterial PAL like domains were tested on the C-terminal Gly-extended peptide analog of human amylin referred to as Pramlintide (containing the following amino acid substitutions: Ala25Pro, Ser28Pro and Ser29Pro) (SEQ ID NO: 25), which was obtained by solid-phase peptide synthesis and lyophilized following purification. The theoretical average isotope masses of the three forms of Pramlintide are:

Gly extended Pramlintide: 4007,5 Da

10 Alpha hydroxyglycine extended Pramlintide: 4023,5 Da

Alpha amidated Pramlintide 3949,4 Da

SEQ ID NO: 25 : KCNTATCATQRLANFLVHSSNNFGPILPPTNVGSNTYG

Preparation of Pramlintide C-terminal extended with alpha-hydroxy Glycine using rat PHM

15 Synthetic C-terminally Gly-extended Pramlintide was dissolved in 100mM Tris pH7.5 to a final concentration 1mg/ml. The solution was incubated with rat PHM domain (used in Example 6) using an enzyme to substrate ratio of 1:20 (w/w) as described in the below table:

PHM	Pramlintide	CuSO ₄ (uM)	Catalase ug/ml	Ascorbic acid (mM)
0.2mg	4mg	5	20	10

20 The reaction was carried out for 37°C for 2h and then stopped by adding TFA to a final concentration 0.1%. After the reaction, 20ul sample from the reaction mixture were analyzed by LC-MS (essentially as described in example 6, except that a C18 Reversed Phase column was used) and it was verified that the intermediate alpha-hydroxyglycine form of Pramlintide was obtained.

25 The rat PHM treated sample was purified by Reversed Phase C18 preparative HPLC using a Agilent Zorbac C18 Extend column on a Agilent 1100 HPLC instrument with the conditions and acetonitrile gradients listed in the below table.

Buffer A: 95% H₂O 5% ACN 0.1%TFA

30 Buffer B: 70% ACN 20% Isopropanol 0.1%TFA.

Time (min)	B%	Flowrate(ml/min)
0	0	0.3
4	0	0.3
4.5	10	0.3
15	100	0.3
16	100	0.3
17	10	0.3
20	10	0.3

The C-terminal alpha-hydroxyglycine extended Pramlintide intermediate was purified. Following collection of the peptide and pooling of relevant fractions the sample was dried down using a Therm DNA120 Speed Vac and the peptide re-dissolved 5 in 1 mL 100 mM Tris pH 7.5 buffer. The final amount of alpha-hydroxy glycine extended Pramlintide was measured by UV280 absorption and the concentration was adjusted to 0.5 mg/ml peptide.

10 Estimating the activity of bacterial PAL-like domain on Pramlintide alpha-hydroxyglycine intermediate peptide

In order to test the activity of the PAL-like domains (SEQ ID NO: 1,2,3 and 4), the following reactions in 100mM Tris pH 7,5 buffer was setup using the prepared alpha-hydroxylated SEQ ID NO:25 as peptide substrate:

15

PAL-like domain (ug)	Pramlintide_Gly(OH) (ug and mg/ml)	ZnSO ₄ (uM)	Enzyme to sub- strate ratio (w/w)
2	50ug 0.5mg/ml	0.5	25
1	50ug 0.5mg/ml	0.5	50
0.5	50ug 0.5mg/ml	0.5	100
0.1	25 0.5mg/ml	0.5	250
0.05	25	0.5	500

	0.5mg/ml		
0.02	25 0.5mg/ml	0.5	1250

The reaction mixtures were incubated at 37 °C for 1 h and stopped by addition of TFA to 0.1% prior to LC-MS analysis and then analysis the sample by LC/MS.

Two major peaks were observed on the deconvoluted spectra representing the alphahydroxy-
5 glycine intermediate and fully alpha amidated Pramlintide.

All four bacterial PAL like domains could convert the alphahydroxy Glycine intermediate of
Pramlintide to alpha amidated Pramlintide. Erythrobacter (Fig 7A) and Planctomyces(Fig 7B)
PAL like domain were significantly more efficient in catalyzing the reaction, as they could al-
most completely convert the peptide substrate to fully alpha-amidated peptide using a en-
10 zyme to substrate ratio of 1:100 under the tested condition. Exiguobacterium (Fig 7C) and
Chthoniobacter (Fig 7D) PAL were not able to convert all the peptide substrate to alpha ami-
dated peptide, but as observed for the relative peak intensities of the 4023 (alpha hydroxy-
glycine extended Pramlintide) and 3948 Da (Alpha amidated Pramlintide) it can be con-
cluded, that they catalyze the reaction, but a slower rate needing higher concentrations of
15 enzyme. The difference between the two sets of PAL like domains may be caused by the ob-
served difference in pH preference described in example 5.

The results provides evidence that all four bacterial PAL-like domains has Peptidyl hydroxy-
glycine alpha amidating lyase activity and can catalyze the same reaction as previously de-
20 scribed for eukaryotic PAL on a typical peptide substrate, which needs to be alpha amidated
to obtain biological activity.

ASSAYS

Assay (I)

25 Evaluation of activity

The activity of the PAL enzyme may be measured as described in Example 5. The activity of the PAL enzyme can be demonstrated by measuring the conversion of α -hydroxyhippuric acid to benzamide as described in Katopodis AG et al, Biochemistry. 1990,

29(26):6115-6120. Instead of using the HPLC method as described it is of advantage to use adapted UPLC method. The conditions for the UPLC method is describe in example 5.

5 *All references, including publications, patent applications, and patents, cited herein are hereby incorporated by reference in their entirety and to the same extent as if each reference were individually and specifically indicated to be incorporated by reference and were set forth in its entirety herein (to the maximum extent permitted by law).*

All headings and sub-headings are used herein for convenience only and should not be construed as limiting the invention in any way.

10 *The use of any and all examples, or exemplary language (e.g., "such as") provided herein, is intended merely to better illuminate the invention and does not pose a limitation on the scope of the invention unless otherwise claimed. No language in the specification should be construed as indicating any non-claimed element as essential to the practice of the invention.*

15 *The citation and incorporation of patent documents herein is done for convenience only and does not reflect any view of the validity, patentability, and/or enforceability of such patent documents.*

This invention includes all modifications and equivalents of the subject matter recited in the claims appended hereto as permitted by applicable law.

CLAIMS

1. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, wherein said polypeptide comprises an amino acid sequence comprising the following motif 1:

Xaa₁ Val Xaa₂ Asp Arg Xaa₃ Xaa₄ Xaa₅ Arg Xaa₆ Gln Xaa₇ Xaa₈ Xaa₉ Xaa₁₀ Xaa₁₁ Gly Xaa₁₂ Xaa₁₃ Xaa₁₄ Xaa₁₅ Xaa₁₆ Trp;

where Xaa₁, Xaa₂, Xaa₃, Xaa₄, Xaa₅, Xaa₆, Xaa₇, Xaa₈, Xaa₉, Xaa₁₀, Xaa₁₁ Xaa₁₂, Xaa₁₃, Xaa₁₄, Xaa₁₅, and Xaa₁₆ are selected independently from a natural occurring amino acid, provided that Xaa₁ and Xaa₇ are not Cys.

2. An isolated polypeptide capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, which polypeptide is selected from the group consisting of:

(a) a polypeptide comprising an amino acid sequence having at least 80% identity to amino acids 2-306 of SEQ ID No. 1;

(b) a polypeptide comprising an amino acid sequence having at least 80% identity to amino acids 3-336 of SEQ ID No. 2;

(c) a polypeptide comprising an amino acid sequence having at least 80% identity to amino acids 3-305 of SEQ ID No. 3;

(d) a polypeptide comprising an amino acid sequence having at least 80% identity to amino acids 3-279 of SEQ ID No. 4; and

(f) a polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it has an amino acid sequence comprising no cysteine residues, or at most 1 or at most 2 cysteine residues.

3. An isolated polypeptide having peptidyl- α -hydroxyglycine alpha-amidating lyase activity characterised in that it can be expressed as a soluble protein in *E.coli*.

4. The polypeptide of any of claims 1-3, comprising 0, 1 or 2 cysteine residues.

5. The polypeptide of any of claims 1-4, which polypeptide is derived from a prokaryotic organism.

6. The polypeptide of any of claims 1-5 capable of catalysing the conversion of a α -hydroxyglycine to an α -amide, wherein said α -hydroxyglycine is a C-terminal- α -hydroxyglycine of formula R-Gly(OH), where R is a peptide and Gly(OH) is an α -hydroxyglycine residue linked to the C-terminus of said peptide, and wherein said α -amide is of formula R-NH₂.

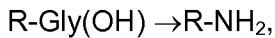
7. A method for producing an enzyme with peptidyl- α -hydroxyglycine alpha-amidating lyase (PAL) activity comprising the steps of:

- (i) cultivating a recombinant expression host cell of non-mammalian origin, which comprises a nucleic acid construct comprising a nucleotide sequence encoding the enzyme, under conditions suitable for the expression of the enzyme; and
- (ii) recovering the enzyme from
 - (a) the supernatant after cell disruption and centrifugation and/or
 - (b) the growth media

wherein the host cell is of non-mammalian origin, e.g. an *Escherichia coli* strain, and wherein said enzyme is soluble when recovered in step (ii).

10 8. The method of claim 7, wherein the enzyme is in a catalytically active form when recovered in step (ii) meaning that the enzyme does not require a step of refolding for obtaining catalytic activity.

15 9. An isolated polypeptide which is an enzyme with peptidyl- α -hydroxyglycine alpha-amidating lyase activity obtainable by the method of claim 7 or 8, wherein said enzyme is capable of catalysing the reaction:



where R is a peptide and Gly(OH) is an α -hydroxyglycine residue linked to the C-terminus of said peptide.

20 10. The polypeptide of claim 9 further characterised by any of claims 1-6.

11. A method for producing an enzyme having peptidyl- α -hydroxyglycine alpha-amidating lyase activity comprising maintaining a recombinant expression host cell comprising a recombinant nucleic acid comprising a nucleotide sequence encoding the polypeptide of any of claims 1-6 or any of claims 8-9 under conditions suitable for the production of said enzyme.

25 12. Use of a polypeptide of any of claims 1-6 or any of claims 8-9 for catalysing the conversion of a C-terminal α -hydroxyglycine to an α -amide in a peptide.

13. A method for producing an α -amidated peptide comprising

- (i) allowing a target peptide with a C-terminal glycine residue to react with both a peptidylglycine alpha-hydroxylating monooxygenase (PHM) and a polypeptide of any of claims of claims 1-6 or any of claims 8-9 under conditions suitable for enzymatic activity, wherein the reaction with said PHM and said polypeptide on said target peptide is performed either in two separate steps or simultaneously;
- (ii) recovering the C-terminally α -amidated peptide.

14. The use of claim 12 or method of claim 13, wherein the recovered α -amidated peptide is to be used as a medicament.

15. The method or use of any of claims 11-14, wherein said peptide is selected from the group consisting of amylin, Neuropeptide Y (NPY), Peptide YY (PYY), PYY-3-36, Pancreatic polypeptide (PP), Glucagon like peptide (GLP-1), gastrin, calcitonin, calcitonin related peptide (CGRP), gastrin releasing peptide, vasopressin, oxytocin, neurokinin A, se-cretin, pancreastatin, pro-opiomelanocortin (POMC), alpha-melanocyte-stimulating hor-mone (alpha MSH), gamma-melanocyte-stimulating hormone (gamma 1MSH), and ami-dated hinge peptide (HP-N) or functional analogs thereof.

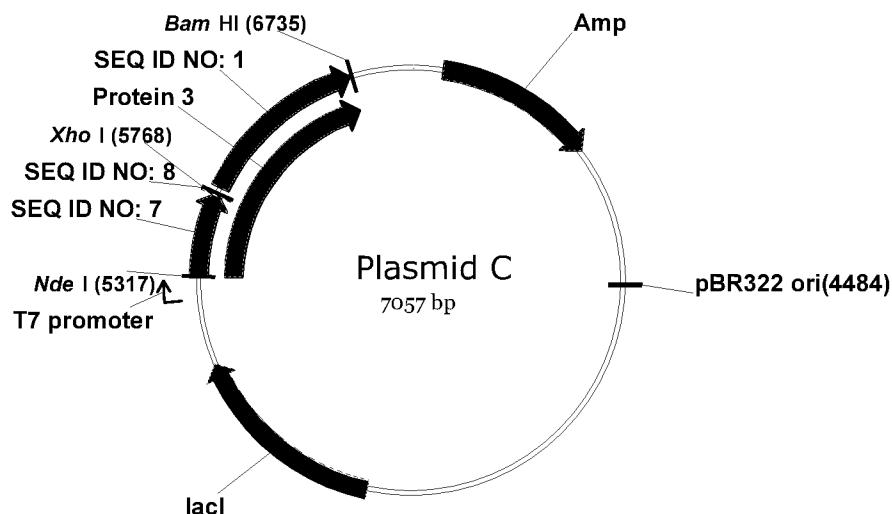
Fig. 1/7

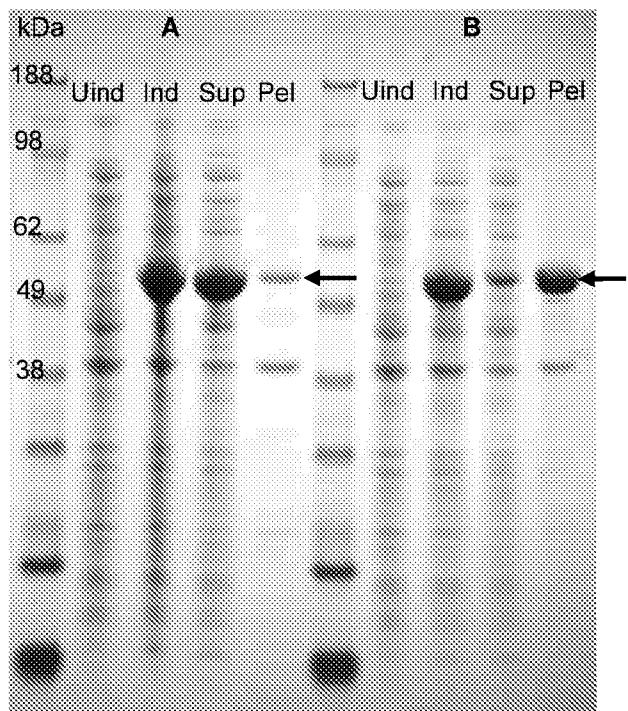
Fig. 2/7

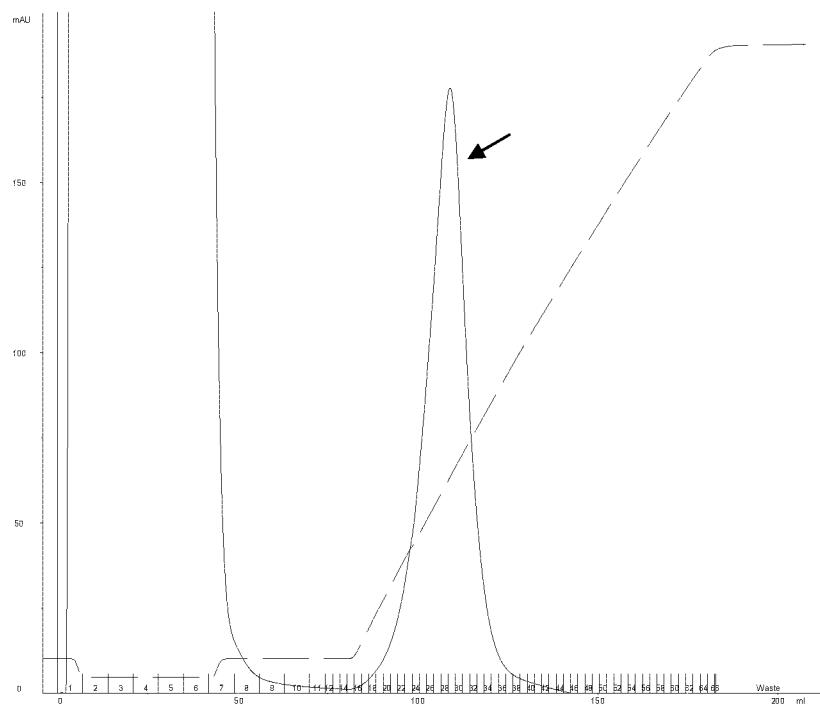
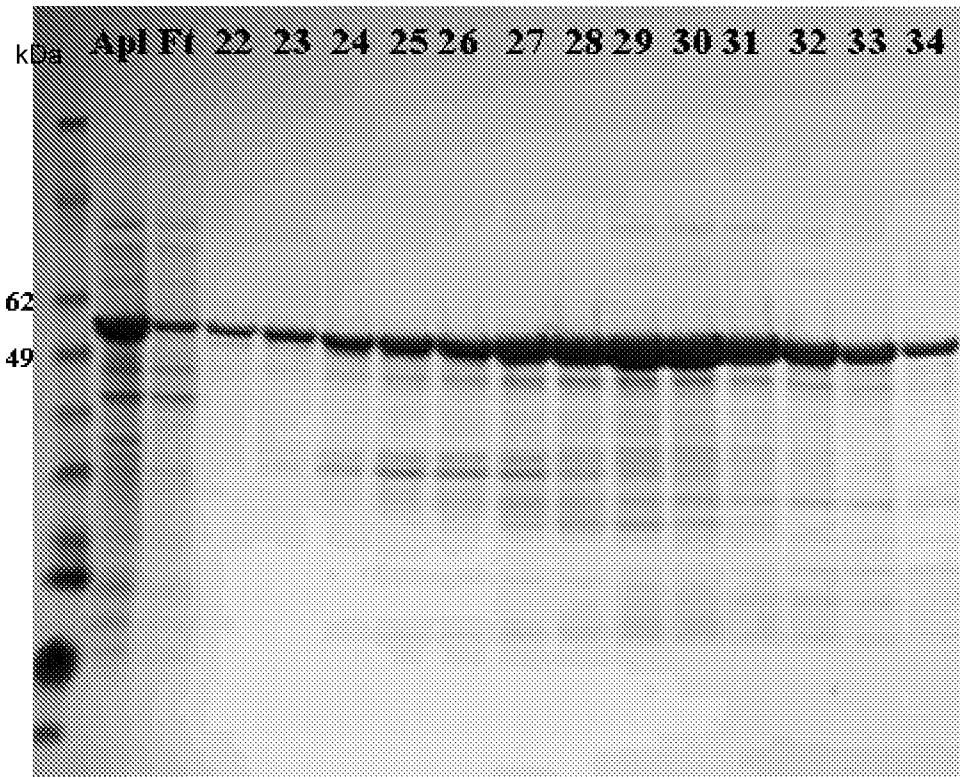
Fig. 3/7**A****B**

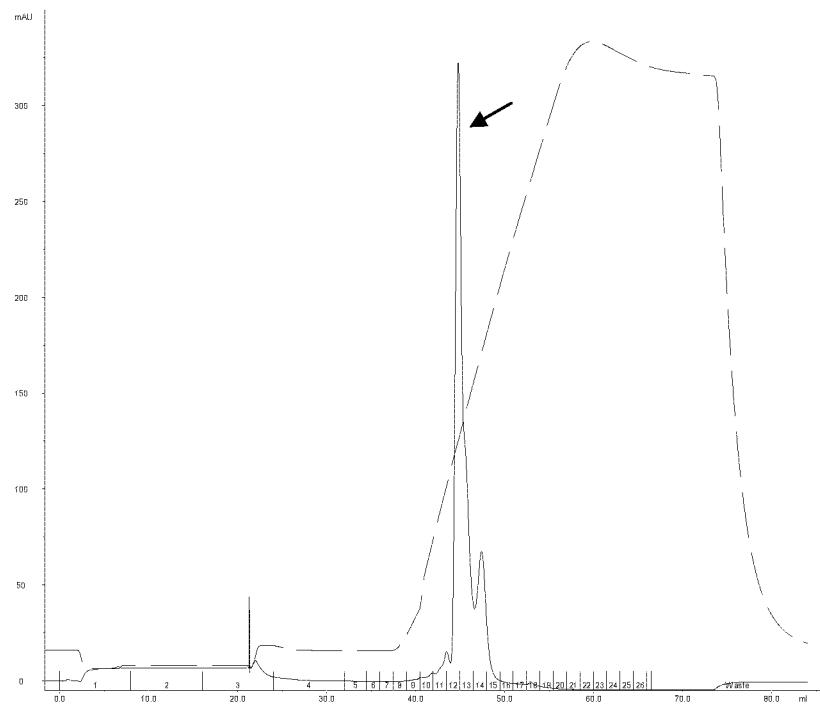
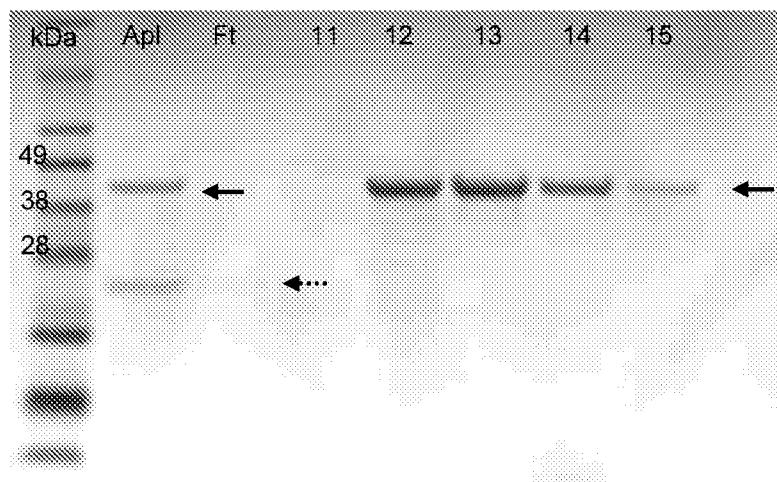
Fig. 4/7**A****B**

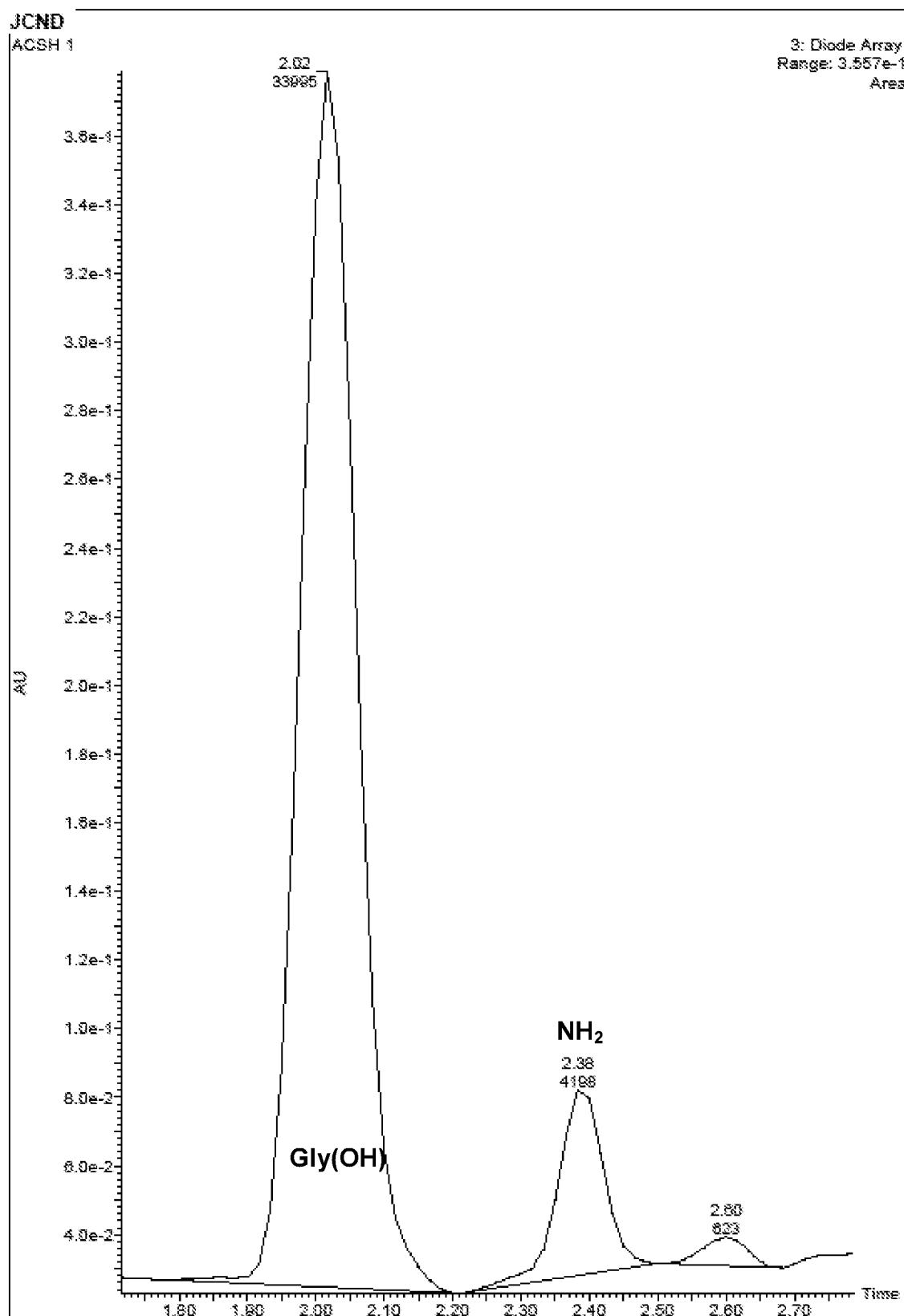
Fig. 5A1/7**+TAP, MES pH5.5**

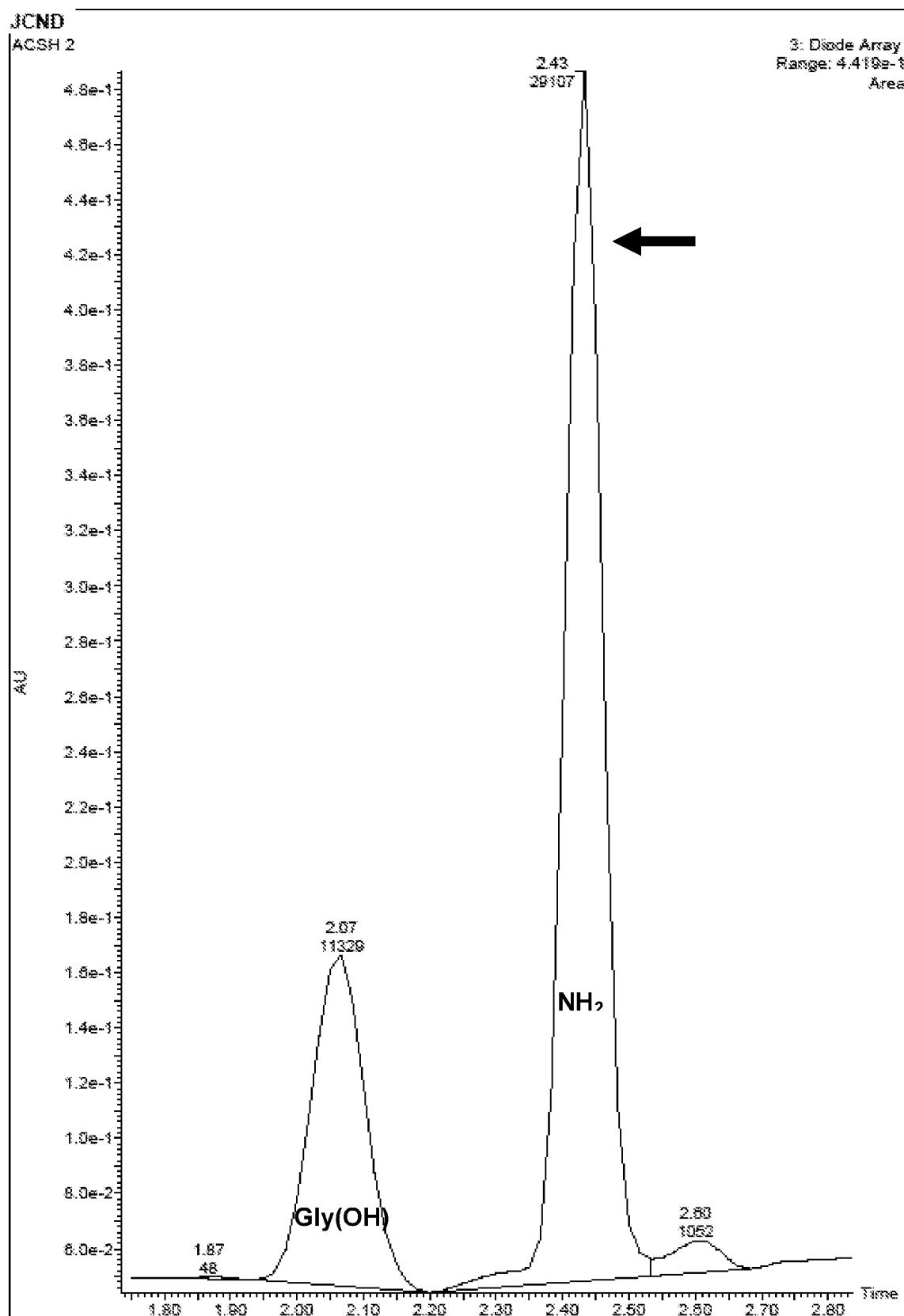
Fig. 5A2/7**+TAP, Tris pH7.5**

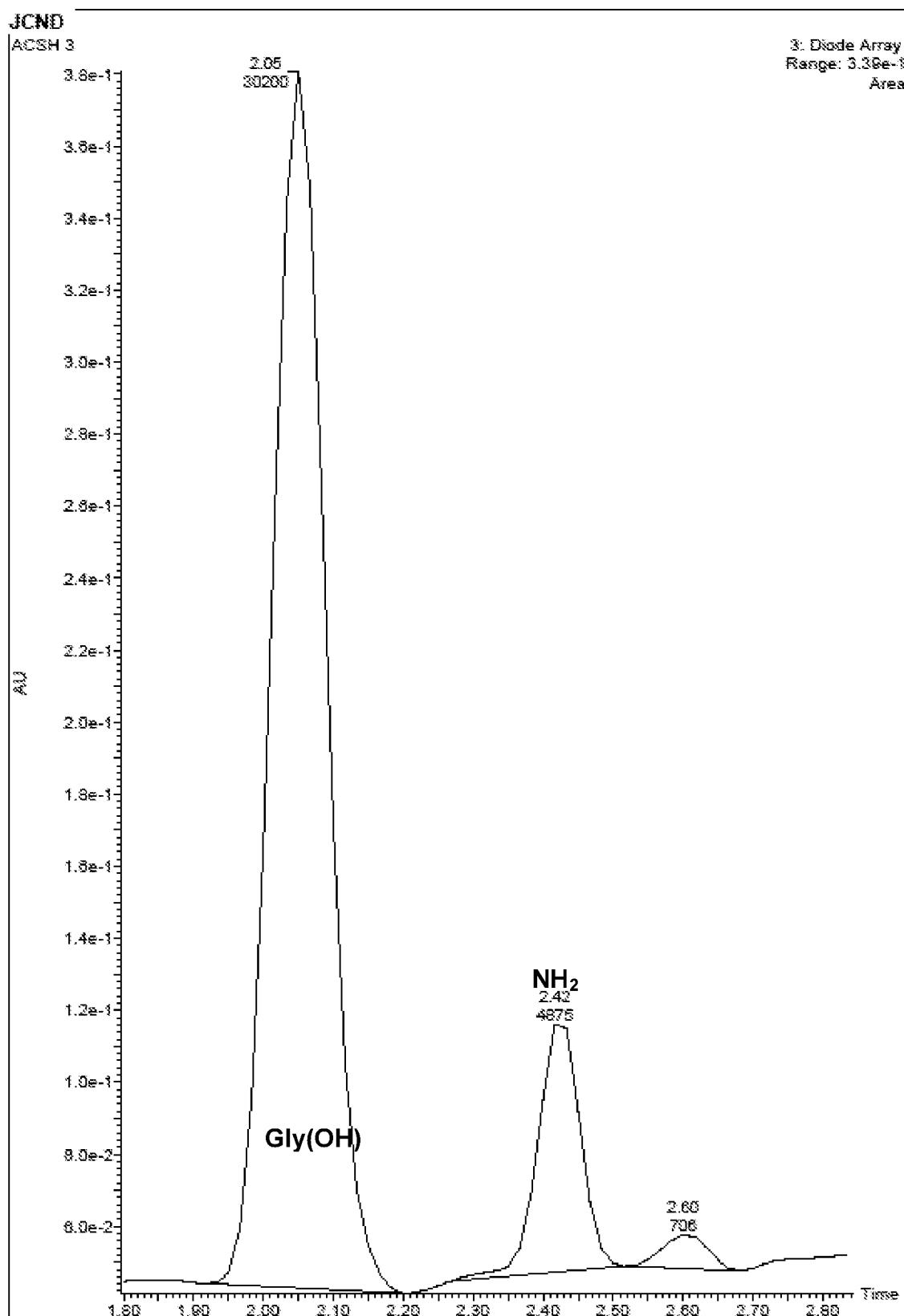
Fig. 5A3/7**-TAP, MES pH5.5**

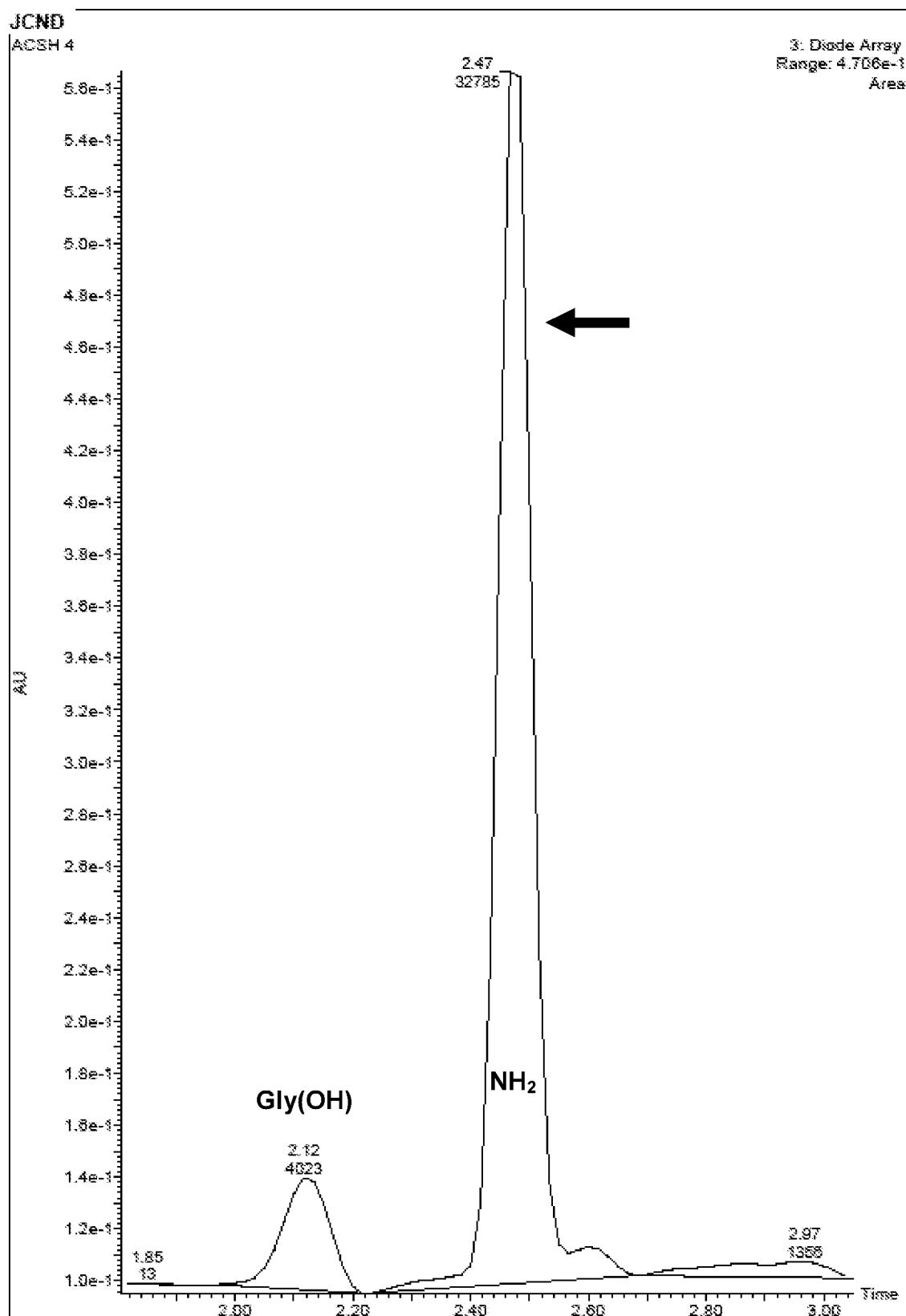
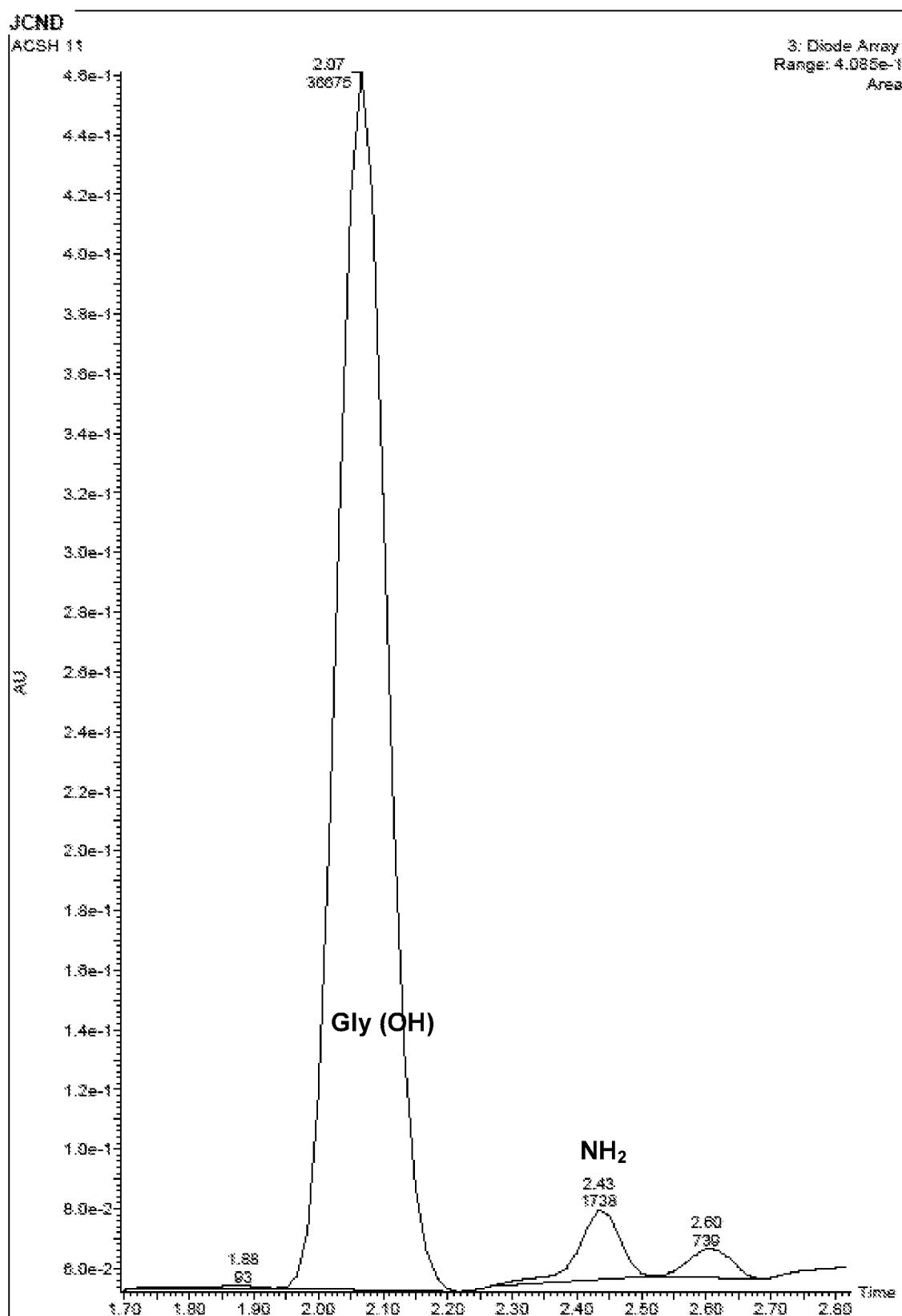
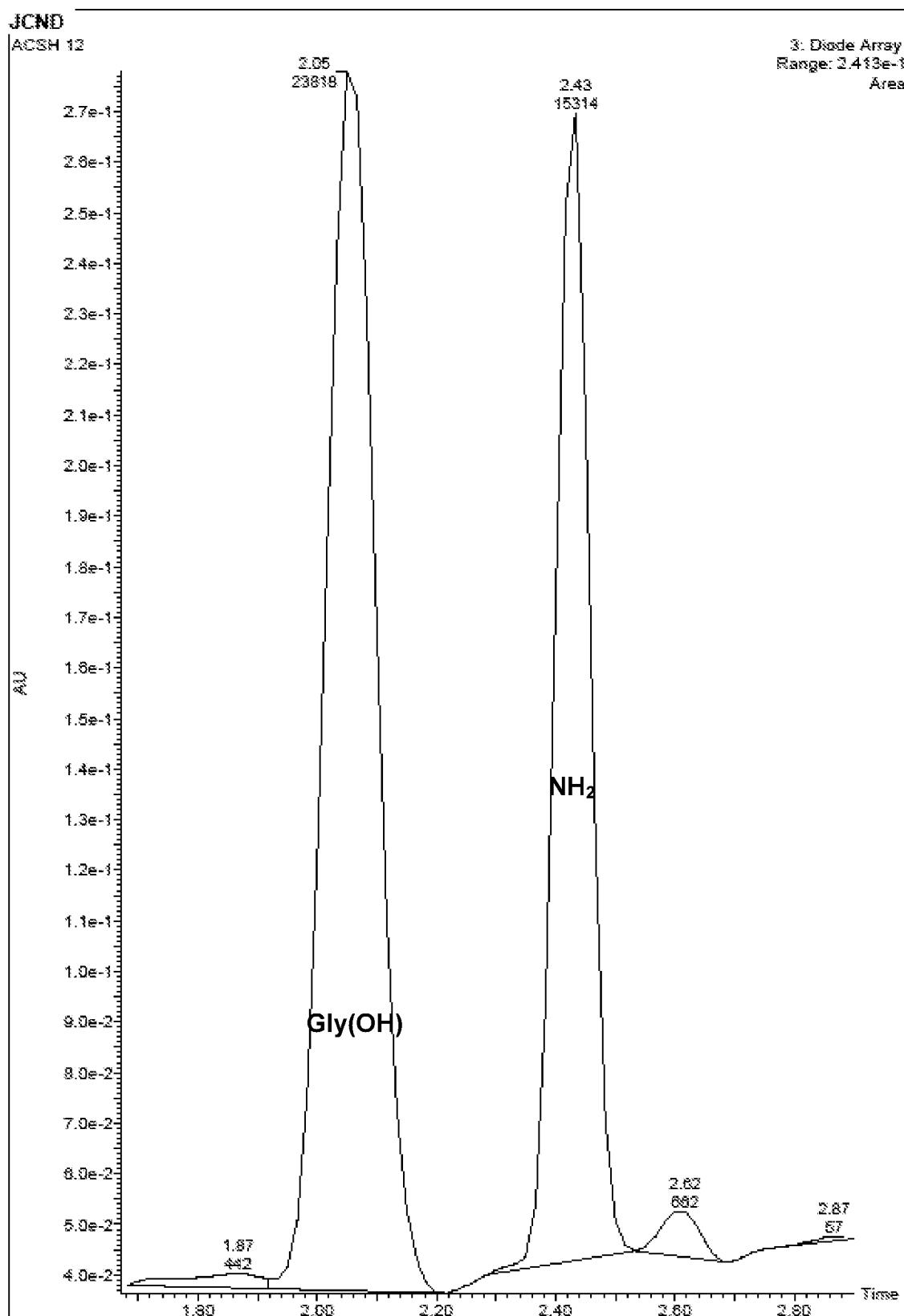
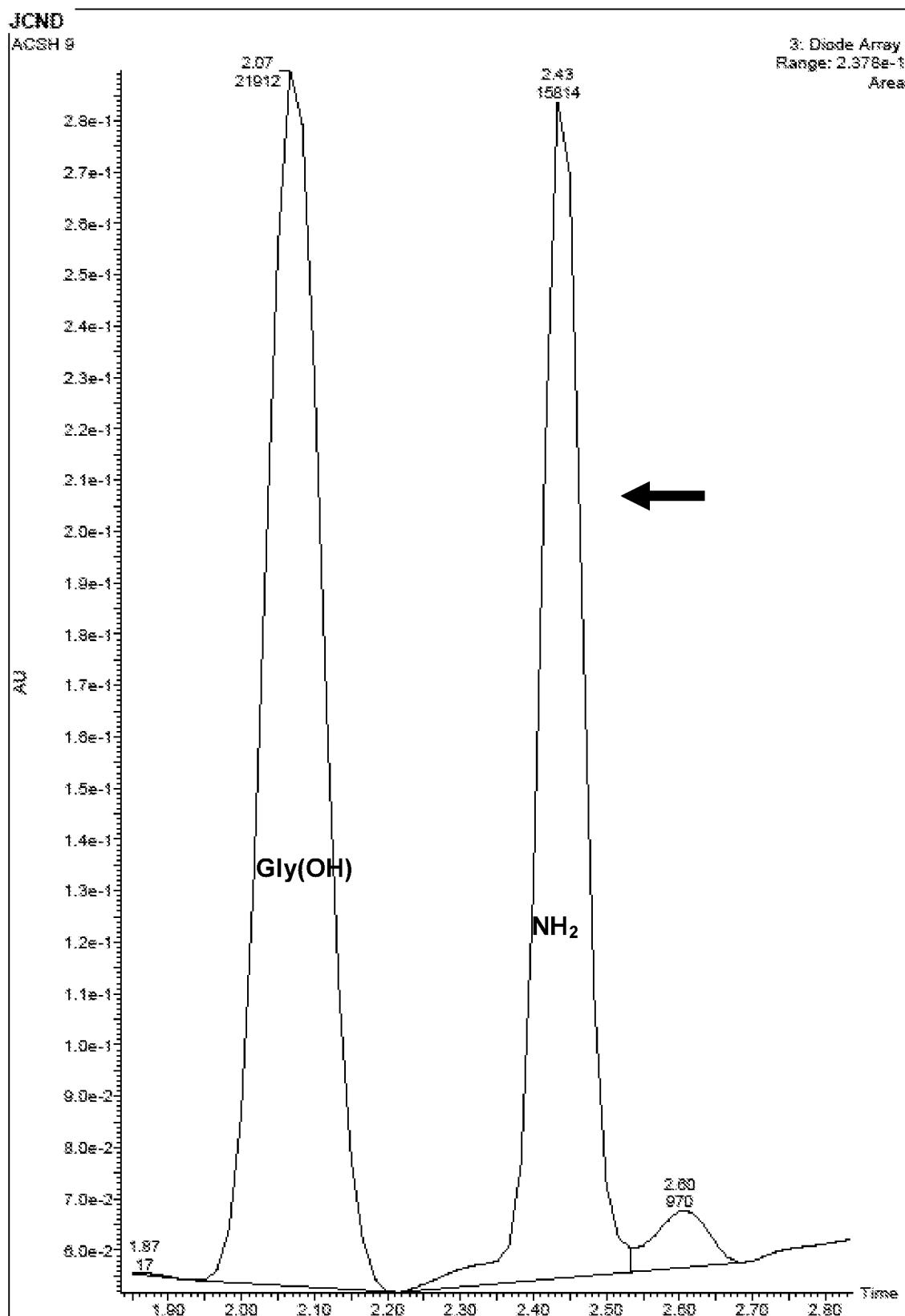
Fig. 5A4/7**-TAP, Tris pH7.5**

Fig. 5A5/7**MES pH 5.5, neg.ctrl**

10/21

Fig. 5A6/7**Tris pH 7.5, neg.ctrl**

11/21

Fig. 5B1/7**+TAP tag MES pH 5.5**

12/21

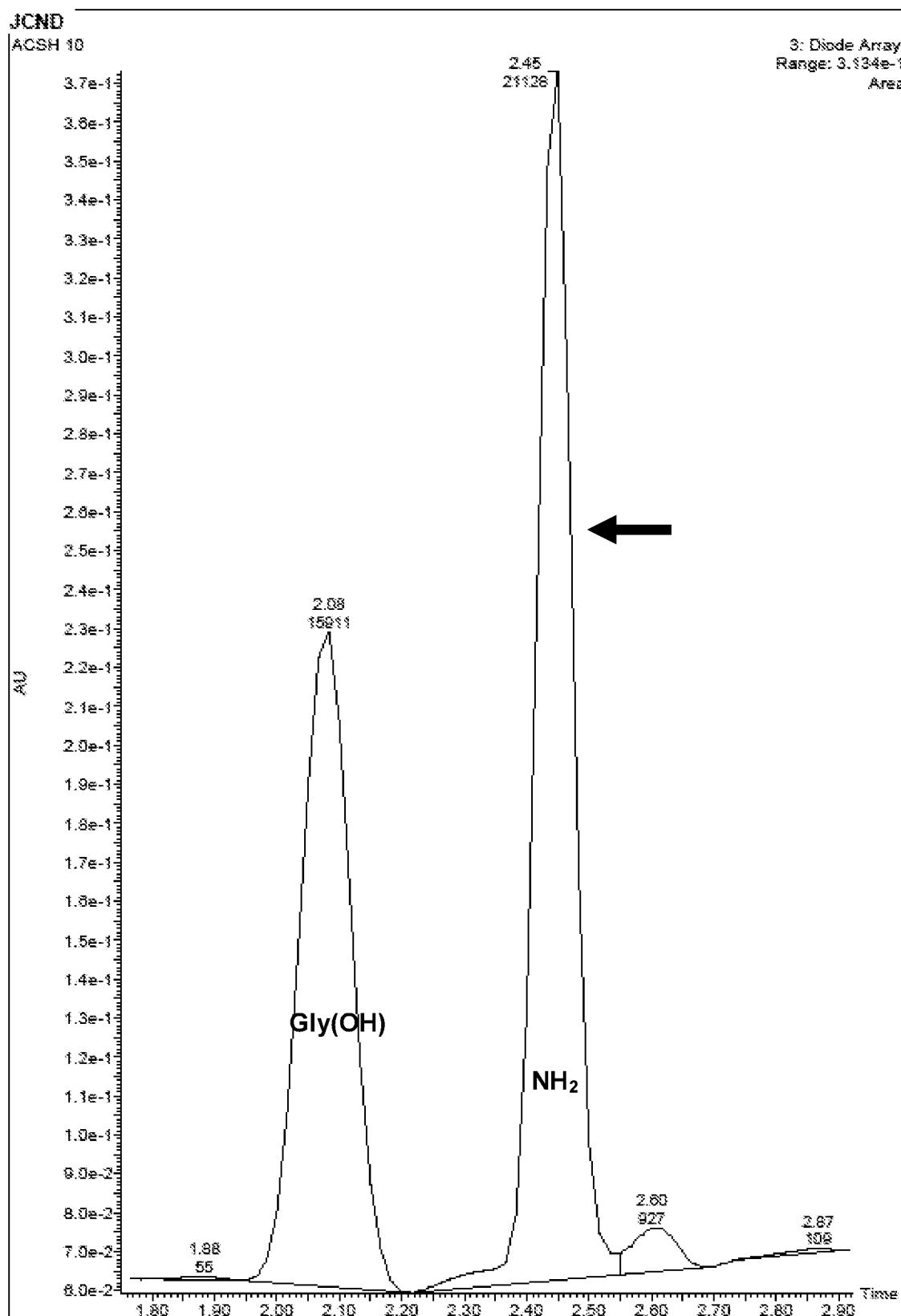
Fig. 5B2/7**+TAP tag, Tris pH 7.5**

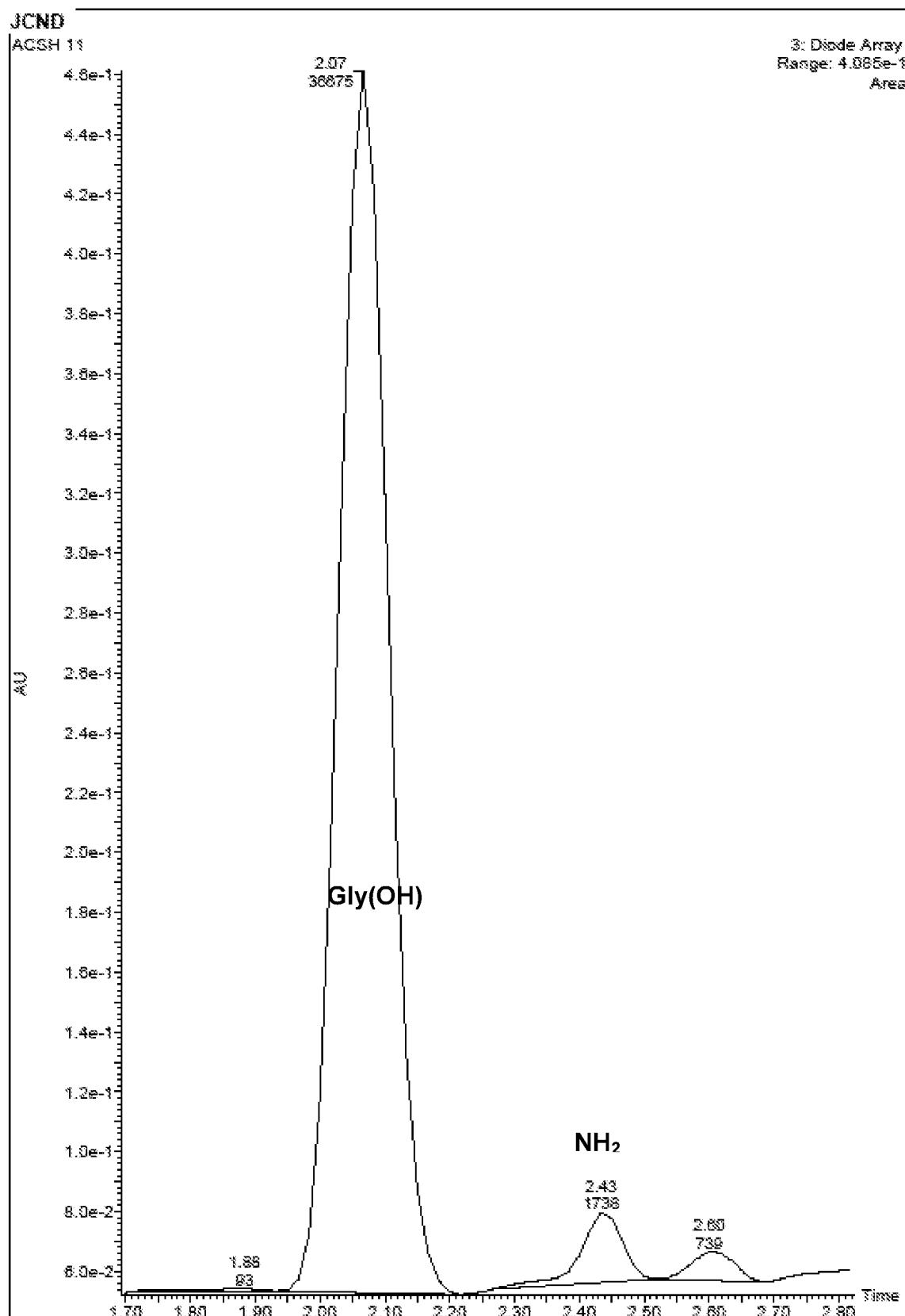
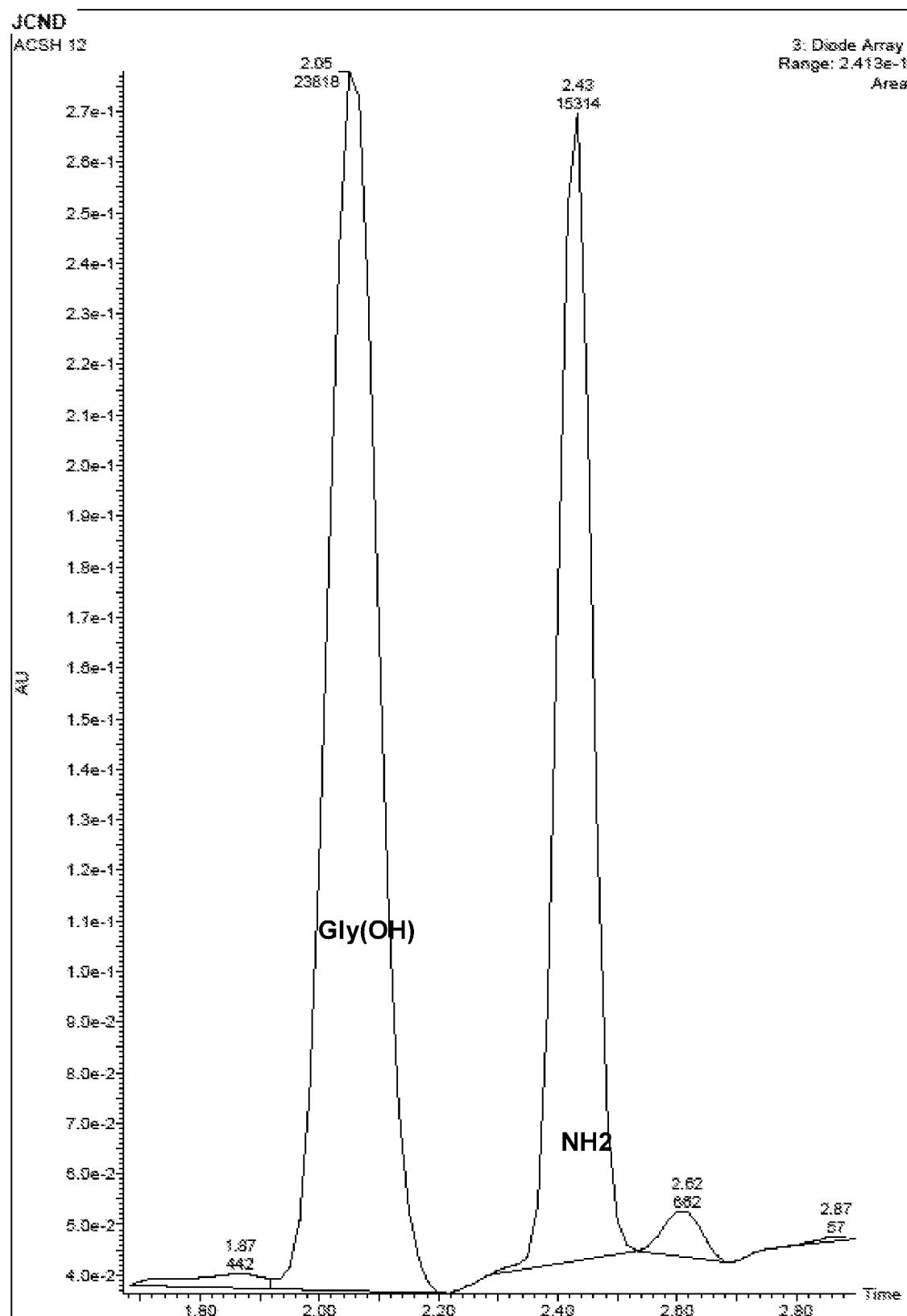
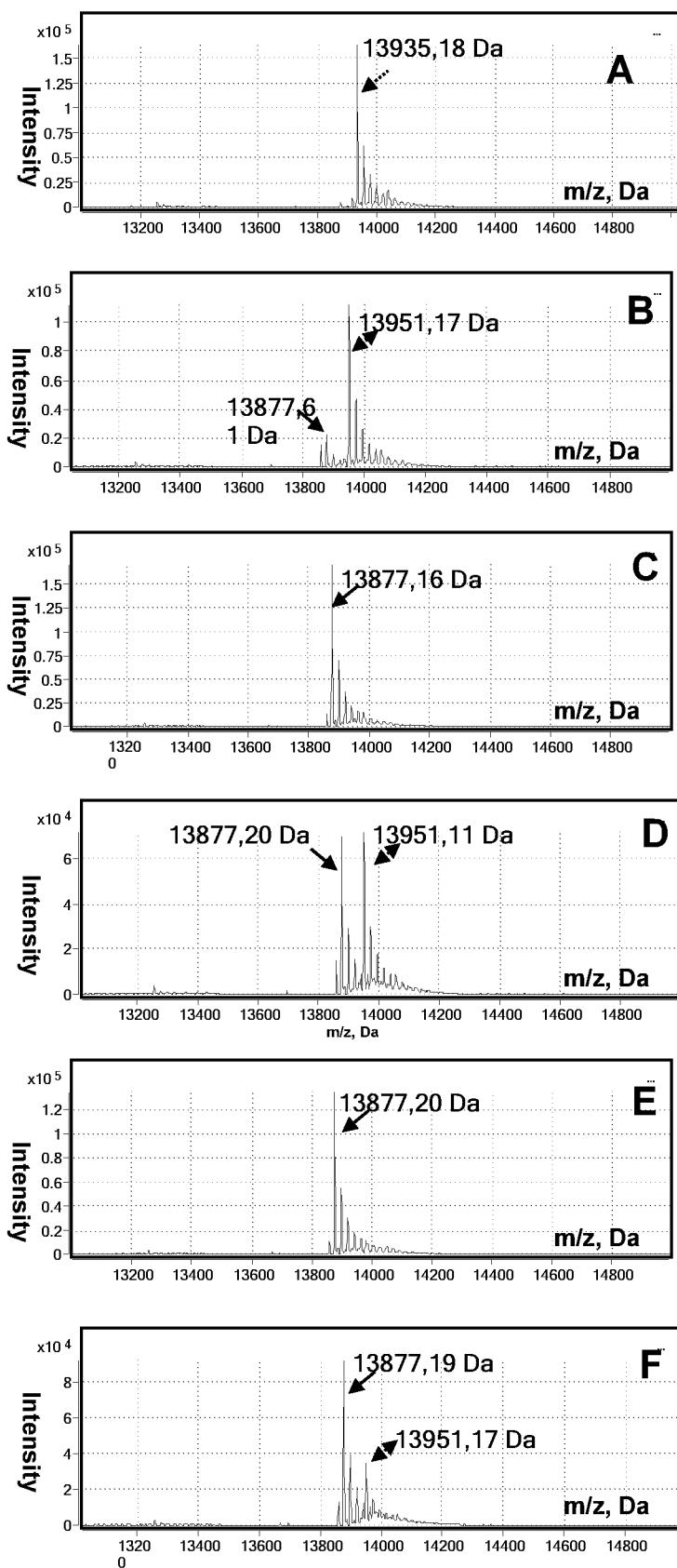
Fig. 5B3/7**Neg. Ctrl, MES pH 5.5**

Fig. 5B4/7**Neg. Ctrl, Tris pH 7.5**

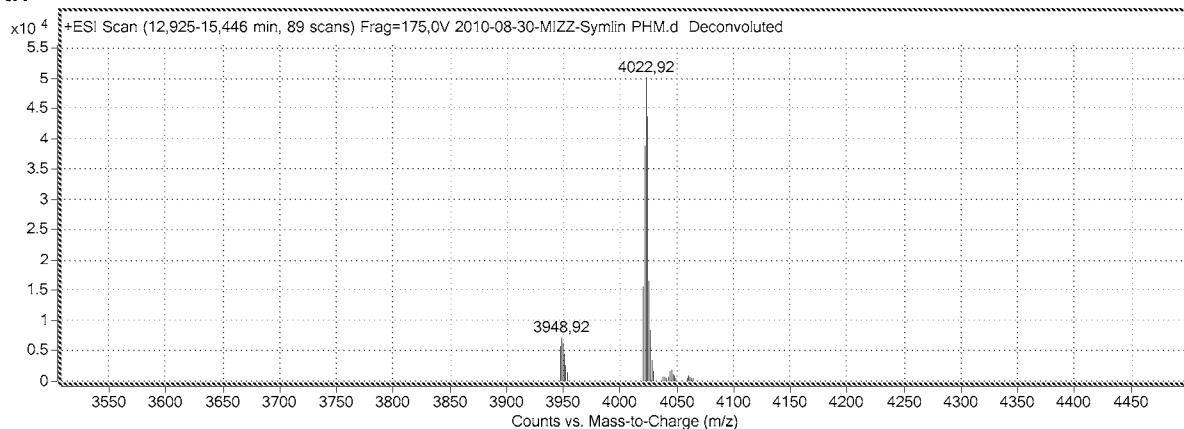
15/21
Fig. 6/7

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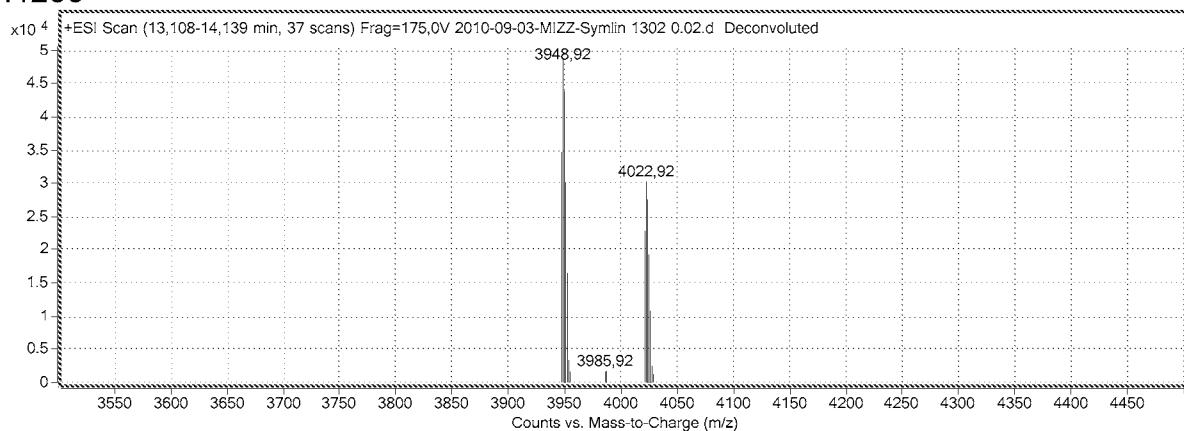
Fig. 7A/7

Erythrobacter PAL-like domain (SEQ ID NO: 1)

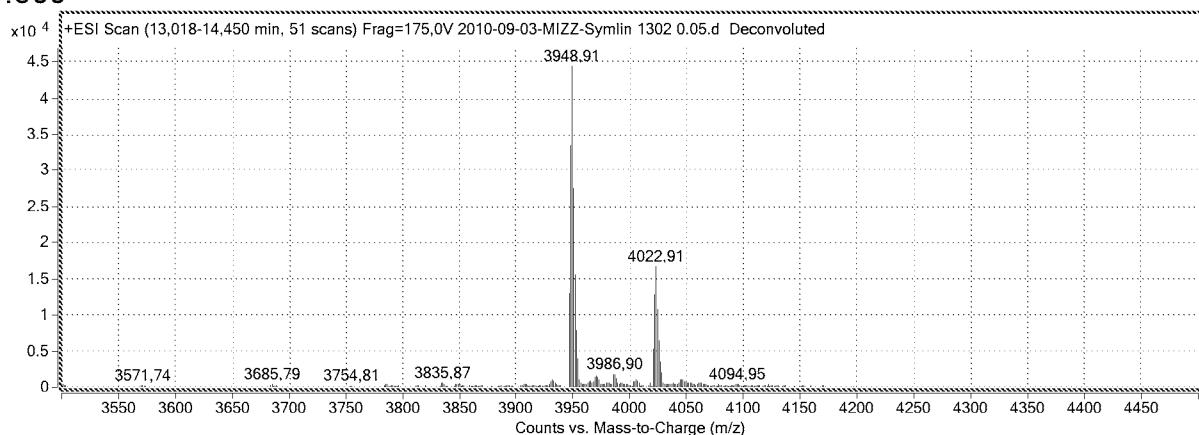
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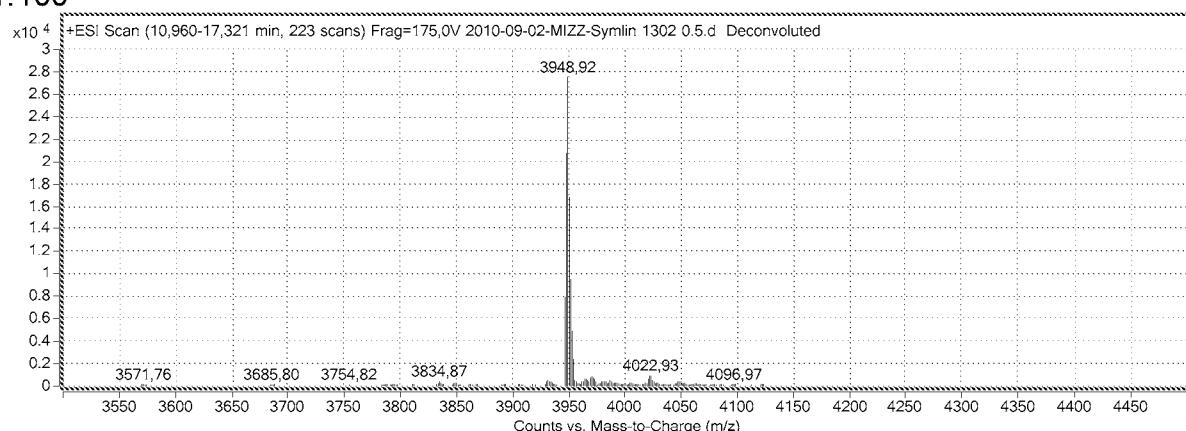


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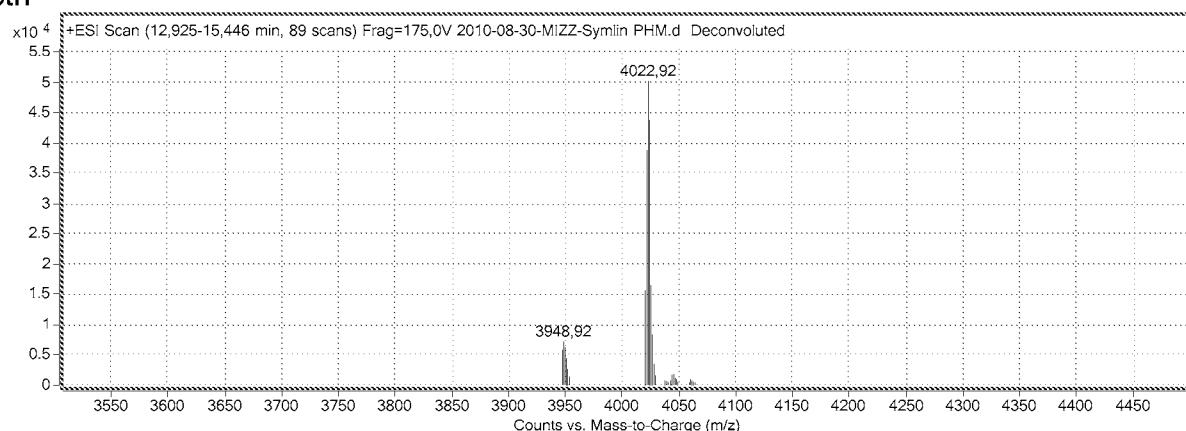
17/21

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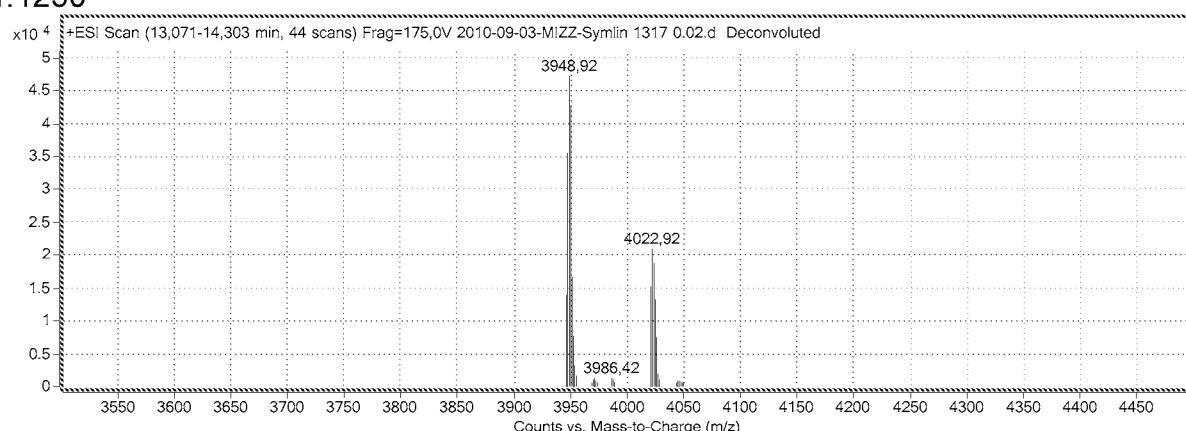
**Fig. 7B/7**

Planctomyces PAL-like domain (SEQ ID NO: 4)

ctrl

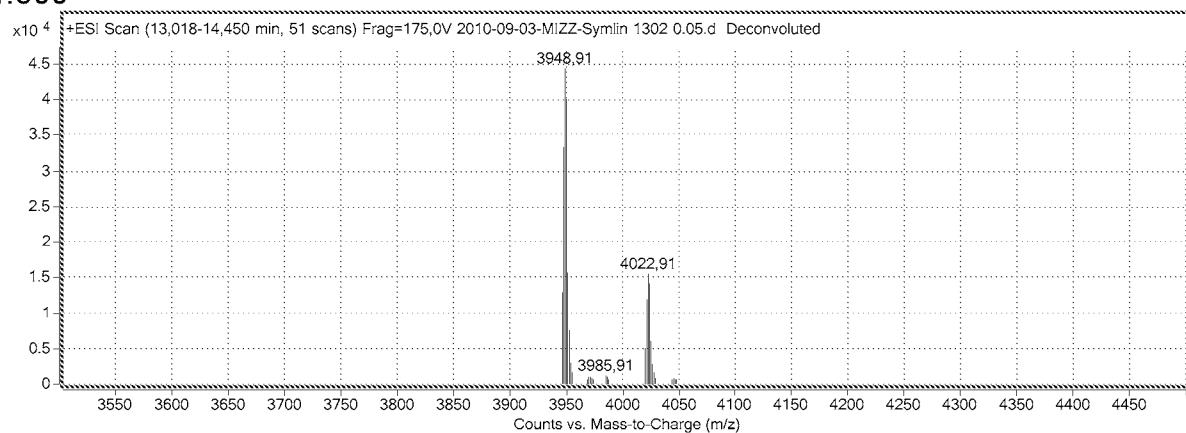


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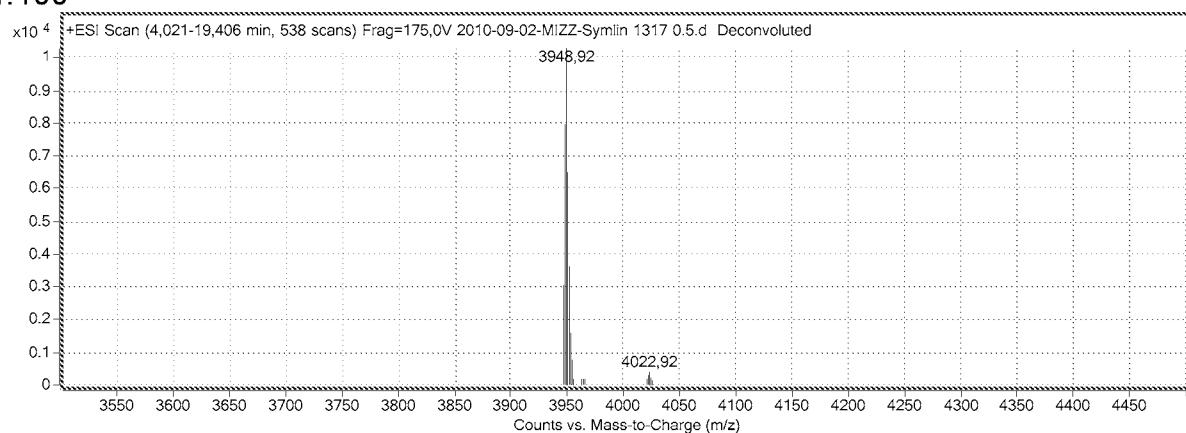


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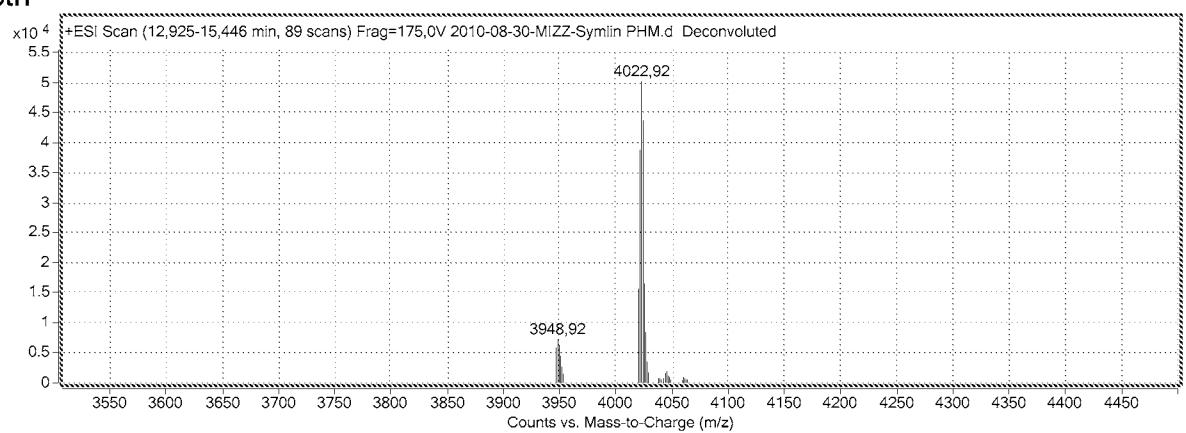


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**Fig. 7C/7**

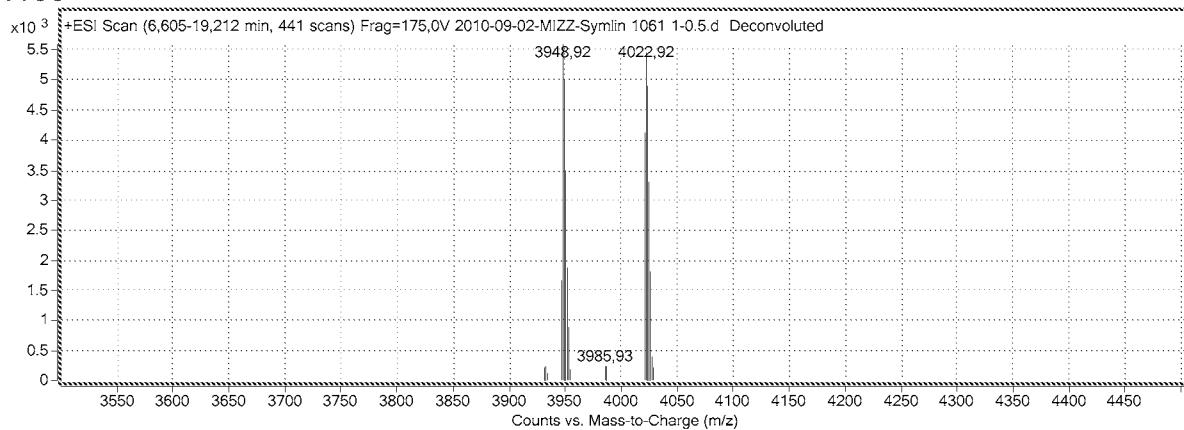
Exiguobacterium PAL-like domain (SEQ ID NO: 2)

ctrl

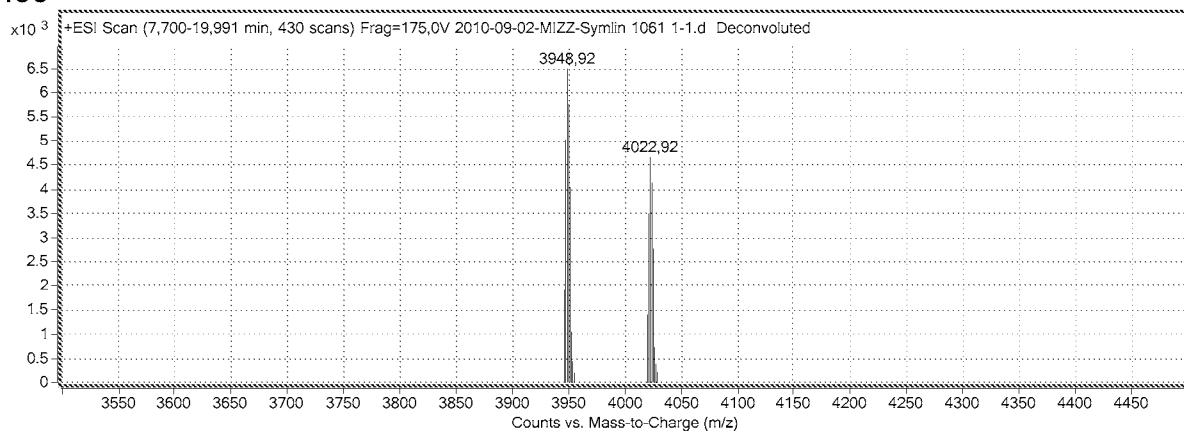


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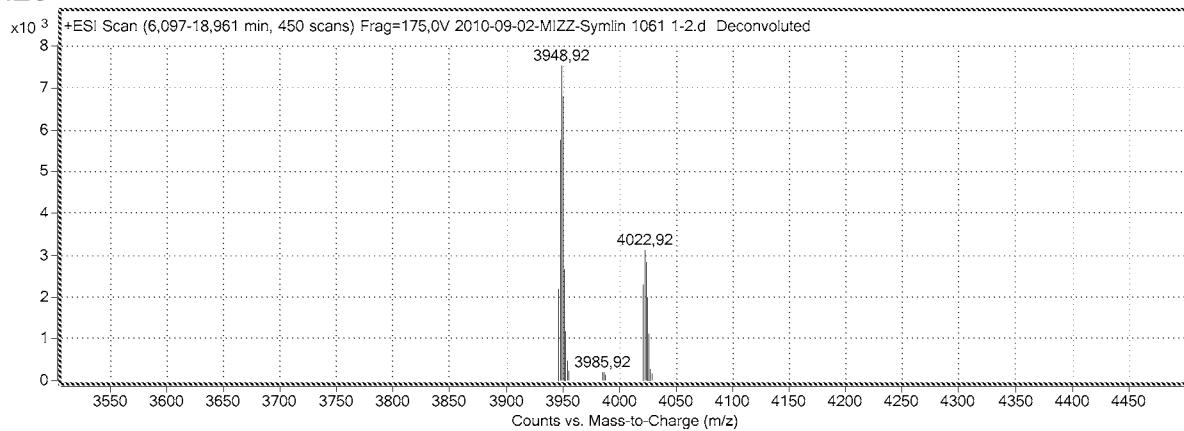
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1:50



1:25

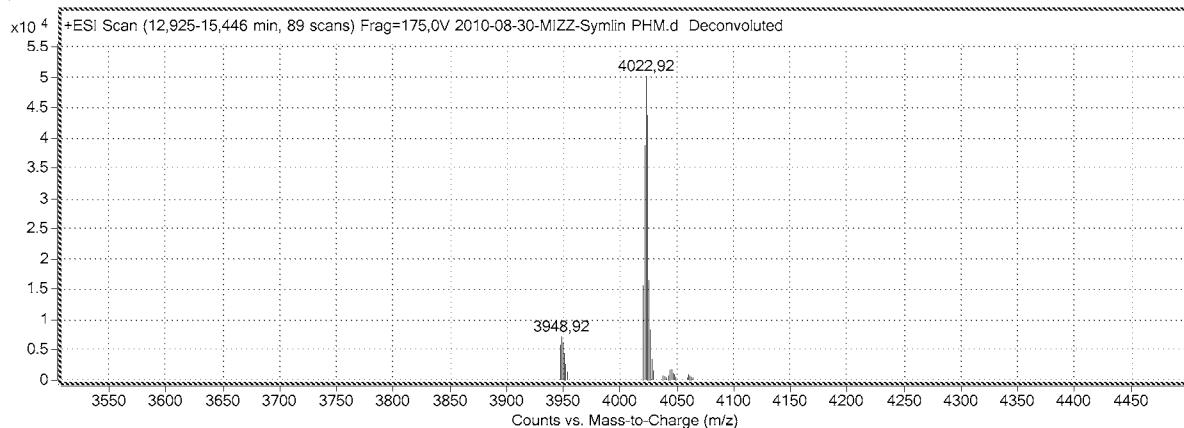


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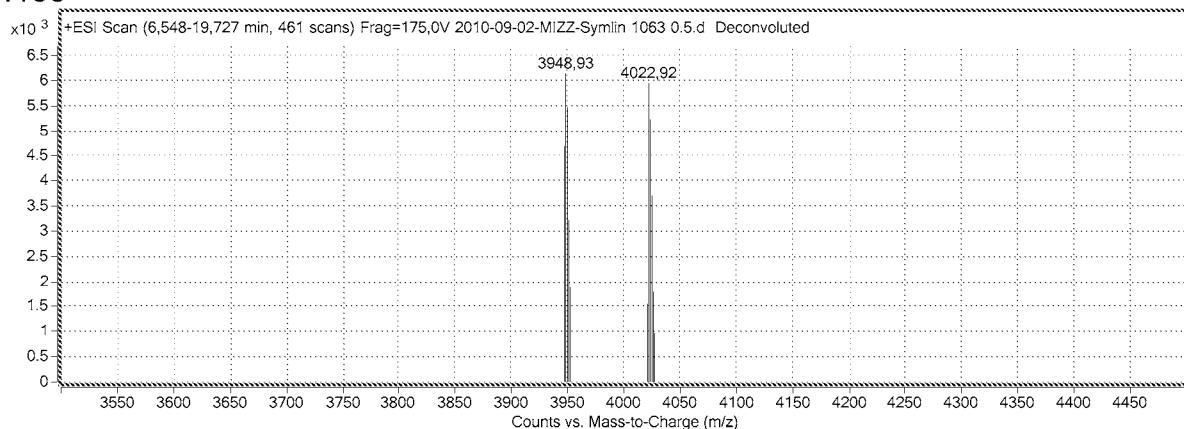
Fig. 7D/7

Chthoniobacter PAL-like domain (SEQ ID NO: 3)

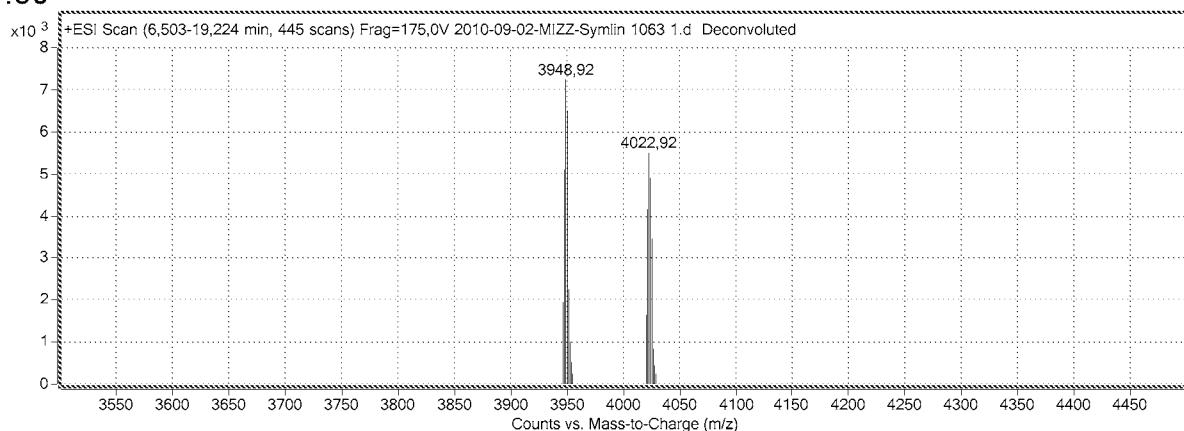
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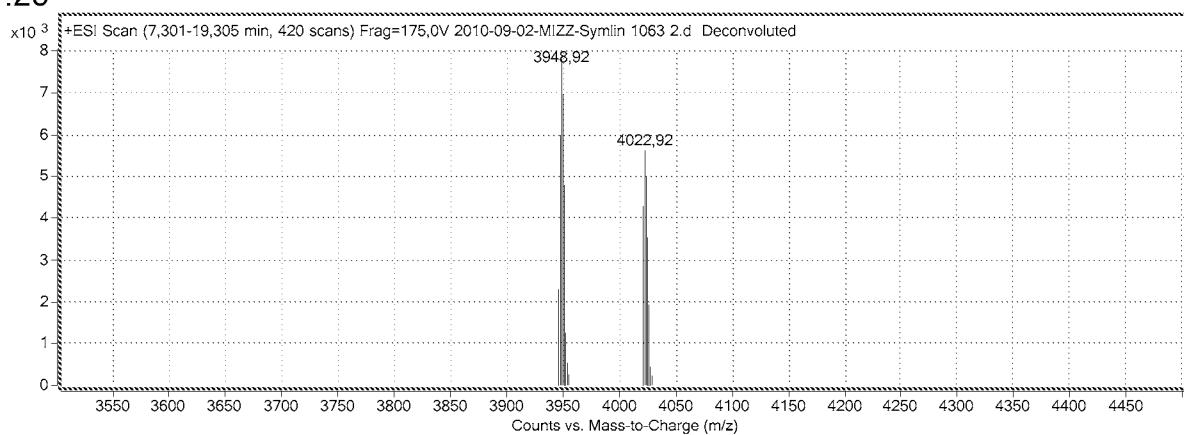


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1:25



INTERNATIONAL SEARCH REPORT

International application N

PCT/EP2010/068630

A. CLASSIFICATION OF SUBJECT MATTER
INV. C07K14/195 C12N9/88
ADD.

According to International Patent Classification (IPC) or to both national classification and IPC

B. FIELDS SEARCHED

Minimum documentation searched (classification system followed by classification symbols)
C07K C12N

Documentation searched other than minimum documentation to the extent that such documents are included in the fields searched

Electronic data base consulted during the international search (name of data base and, where practical, search terms used)

EPO-Internal, BIOSIS, EMBASE, Sequence Search, WPI Data

C. DOCUMENTS CONSIDERED TO BE RELEVANT

Category*	Citation of document, with indication, where appropriate, of the relevant passages	Relevant to claim No.
X	EP 0 465 404 A2 (CIBA GEIGY AG [CH]; JAPAT LTD [CH]) 8 January 1992 (1992-01-08) cited in the application	7-9, 11-15
Y	the whole document -----	1-6,10
X	WO 01/49856 A2 (GENOPTERA LLC [US]; STOUT THOMAS J [US]; KEEGAN KEVIN PATRICK [US]; EB) 12 July 2001 (2001-07-12)	7-9, 11-15
Y	the whole document -----	1-6,10
Y	EP 0 404 967 A1 (SUNTORY LTD [JP]) 2 January 1991 (1991-01-02) the whole document -----	1-15
Y	EP 0 382 403 A2 (UNIGENE LAB INC [US]) 16 August 1990 (1990-08-16) the whole document -----	1-15
		-/--

Further documents are listed in the continuation of Box C

See patent family annex

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Date of the actual completion of the international search	Date of mailing of the international search report
8 March 2011	17/03/2011
Name and mailing address of the ISA/	Authorized officer
European Patent Office, P.B. 5818 Patentlaan 2 NL - 2280 HV Rijswijk Tel. (+31-70) 340-2040, Fax: (+31-70) 340-3016	Spindler, Mark-Peter

INTERNATIONAL SEARCH REPORT

International application No
PCT/EP2010/068630

C(Continuation). DOCUMENTS CONSIDERED TO BE RELEVANT

Category*	Citation of document, with indication, where appropriate, of the relevant passages	Relevant to claim No.
Y	DATABASE UniProt [Online] 10 July 2007 (2007-07-10), "SubName: Full=Putative uncharacterized protein; ", XP002627016, retrieved from EBI accession no. UNIPROT:A5PDW5 Database accession no. A5PDW5 the whole document -----	1-15
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Information on patent family members

International application No
PCT/EP2010/068630

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