

Figure S1. Diagram of patient enrolment and data analysis.

The flowchart presents the patients' recruitment and 173 patients were grouped into infants (0-1 yrs.-old), younger children (1-5 yrs.-old), and older children (5-15 yrs.-old) by ages to analyse the gender distribution, disease severity (Table 1), and laboratory findings (Figure 1).



Figure S2. Directed differentiation of hESC into lung cells

(A). Scheme of directed differentiation of hESC into lung cells. Biomarkers and typical morphology at different differentiating stages were indicated.

(B) Representative and IF images in the hESC-derived cell cultures at day 15-25. The cells that are triple-positive for SOX2, FOXA2 and NKX2.1 at anterior foregut endoderm/lung progenitor stage or lung progenitor stage. Scale bars = $100 \,\mu$ m.

(C) The positive and negative controls of immunostaining. ACE2 stained in human testis was used as positive control, and IgG isotype stained in human lung was used as negative control. Scale bar = $50 \mu m$.



Figure S3. Single cell sequencing of hESC-derived cells

(A) Numbers of genes (left) and total UMIs (right) detected per biological replicate (n = 2).

(B) Principal component analyse shows that the two samples are representative to each other.

(C) Bar-chart showing the percentages of variance explained per each of the principal components, top 40 of which were selected for later dimension reduction approaches.

(D) Agnostic approach identified top 40 most informative genes (by dispersion) of the data.

(E) Volcano plot showing the most differentially expressed genes between cluster 1 and cluster 2, highlighting transcription factors (black) and surface markers (purple). Larger dot-size represents higher absolute value of log₂ (fold-change). "Margin of expressed ratios is the difference between the percentage of cells expressing one gene in one cluster minus that in another cluster. Black texts are transcription factors. Red text genes are reported markers of lung epithelial cells, and blue text genes are reported markers of lung stroma cells.

(F) Representative gene-ontology (GO) terms enriched for the DEGs higher in cluster 1 (cyan) or in cluster 2 (orange).

(G) Representative markers selected from the DEGs between cluster 1 and cluster 2, and were also reported by Travaglini et al. 2019.

(H) Scatterplot showing the first two components a UMAP reduction result, wherein the colors refer to the two major clusters identified by PCA.

(I) The violin plot shows the expression of SOX9, HOPX, and ACE2 in SFTPC⁺ subpopulation.

(J) The violin plot shows the expression of ACE2 in HOPX⁺SOX9⁺ and SOX9⁺SOX2⁺ cells.

(K) The violin plot shows the expression of SFTPC, HOPX, ACE2, and SOX2 in the SOX9⁺ subpopulation.

(L) The violin plot shows the expression of SFTPC, SOX9, ACE2, and SOX2 in the HOPX⁺ subpopulation.

Supplementary Methods and Materials

Key Resources Table

Antibodies

Goat polyclonal anti-ACE2, R&D system, Cat# AF933, Rabbit monoclonal anti-KRT5, Abcam, Cat# ab52635, Mouse monoclonal anti-SCGB1A1, Santa Cruz Biotechnology, Cat# sc-365992 Rabbit polyclonal anti-SFTPC, Abcam, Cat# ab90716, Rabbit monoclonal anti-SOX9, Millipore, Cat# AB5535, Rabbit polyclonal anti-GFP, Thermo Fisher Scientific, Cat# A-11122, Mouse monoclonal anti-Luciferase, Thermo Fisher Scientific, Cat# 35-6700 Goat polyclonal anti-FOXA2, Santa Cruz Biotechnology, Cat# sc-6554 Rabbit polyclonal anti-SOX2, Abcam, Cat# ab97959, Rabbit polyclonal anti-NKX2.1, Seven Hills Bioreagents, Cat# WRAB-1231

Kits

Trizol, Thermo Fisher Scientific, Cat# 15596026, PrimeScript RT Reagent Kit with gDNA Eraser, Takara, Cat# RR047B, Green Premix Ex Taq II (Tli RNase H Plus), Takara, Cat# RR820B, QIAGEN Plasmid Maxi Kit (25), Qiagen, Cat# 12163, H&E Staining Kit, Abcam, Cat# ab245880,

Cell Lines

HEK293T, ATCC, Cat# CRL-3216,

Oligonucleotides

SOX2: CCCATGCACCGCTACGACG CGGACTTGACCACCGAACCC SOX9: GAACGCCTTCATGGTGTGG GGGTGGTCCTTCTTGTGCTG SFTPB: CTTCCAGAACCAGACTGACTCA GCTCGGAGAGATCCTGTGTG SFTPC: GCAAAGAGGTCCTGATGGAG

TGTTTCTGGCTCATGTGGAG ACE2: GGACCCAGGAAATGTTCAGA GGCTGCAGAAAGTGACATGA

Method Details

RNA extraction and cDNA synthesis

Trizol reagent was used to extract total RNA of the lung samples according to the instructions. Briefly, 50-100 mg of lung tissues were homogenized in liquid nitrogen, then were transferred into 1.5 mL EP tubes filled with 1 mL trizol. The chloroform was added for vortex, which was followed with centrifuge (4°C, 12,000g, 15 mins). The supernatant was transferred into the new EP tubes, and the isopropanol was added to deposit the RNA. After the centrifuge and washing, total RNA was used for cDNA synthesis according to the instructions of reverse transcription kit of Takara.

qPCR

The qPCR was set and run according to the instruction of Takara Premix Ex Taq II. Briefly, 2 μ L of cDNA was used as template to generate a 20 μ L reaction system for each sample by mixing with the 0.4 μ L primers (10 μ M), 10 μ L Takara SYSB Taq II mixture, and ddH2O. Step One & Step One Plus Real-Time PCR Systems (Thermo Fisher Scientific) was used for qPCR with the reaction condition: 95 °C 30 s, and 40 cycles of 95 °C 5 s, 60 °C 31 s. For data analysis, 2^{- $\Delta\Delta$ CT} method was used.

H&E staining

The lung section was stained following the instruction of H&E staining kit. After the standard process of deparaffinization and hydration, the section was incubated with hematoxylin for 5 mins at room temperature, and followed with the incubation of bluing reagent (10-15 s). Then, the slide was rinsed by distilled water, and stained with eosin Y solution for 2-3 mins. Finally, the section could be mounted for observation after the standard rehydration.