

Fungal endophytes are involved in multiple balanced antagonisms

B. Schulz^{1,*}, S. Haas¹, C. Junker^{1,2}, N. Andrée¹ and M. Schobert¹

¹Institut für Mikrobiologie, Technische Universität Braunschweig, 38106 Braunschweig, Germany

²Julius-Kühn-Institut, Bundesforschungsinstitut für Kulturpflanzen, 38104 Braunschweig, Germany

In order for endophytic fungi to grow asymptotically in their plant hosts, a balance of antagonisms is presumed to exist between host defence and fungal virulence. However, *in planta*, endophytic fungi must deal with multiple organismal interactions, primarily with bacteria and other fungi. We hypothesize that the plethora of antibacterial and antifungal metabolites that endophytic fungi produce has the function of maintaining balances of antagonisms with microbial competitors, resulting in a compatible multipartite symbiosis. Results obtained from co-cultures of endophytic and rhizospheric fungi with *Pseudomonas aeruginosa* and of endophytic fungi with *Hymenoscyphus fraxineus*, pathogen of the European ash, corroborate this hypothesis.

Keywords: Fungal endophyte, *Hymenoscyphus fraxineus*, multipartite symbiosis, *Pseudomonas aeruginosa*, secondary metabolites.

Introduction

ENDOPHYTIC fungi, which colonize their host plants without causing visible disease symptoms, can grow inter- or intracellularly, systemically or locally within their hosts^{1,2}. They have varied lifestyles; nevertheless, they must deal with the defence reactions of their various hosts. Thus, a key question relevant for all of these interactions is: How do endophytic fungi overcome host resistance, enabling asymptomatic growth within the host? There are some answers to this question: (i) secretion of metabolites toxic to their hosts^{3,4}, (ii) modulation of host phytohormones, e.g. endogenous concentrations of JA and SA may be influenced by endophytic colonization⁵, (iii) detoxification of constitutive defence metabolites^{6,7}, and (iv) secretion of lytic enzymes^{8–10}. These observations corroborate the hypothesis that the interactions between host and endophyte are asymptomatic as long as there is a balanced antagonism between host defence and fungal virulence^{1,4,11}.

This hypothesis explains the high proportion of herbicidal metabolites that endophytic fungi produce, but not the high proportion of metabolites that inhibit bacteria and fungi^{4,12,13}. Sixty per cent of the culture extracts of

fungal endophytes that we tested inhibited fungal test organisms and more than 30% inhibited bacterial test organisms⁴. This is the reason why so many researchers have become interested in the isolation of secondary metabolites from endophytic fungi^{12–14}. What role do these metabolites play *in situ*? As Demain¹⁵ reported in 1980, and subsequently elaborated¹⁶, fungi would not expend energy to produce such metabolites if they did not have a function *in situ*. This means that the functions of such metabolites *in planta* may be entirely different from the ones envisaged by pharmaceutical and agrochemical industries in the past. We hypothesize that biologically active metabolites are synthesized not only *in vitro*, but also *in planta*, at concentrations sufficient to inhibit competitors. That this is indeed the case, has been found, for example, for *Phialocephala* sp., an endophyte of *Picea glauca* (white spruce) that synthesizes the insecticidal metabolite rugulosin *in planta* at concentrations toxic to *Choristoneura fumifurana* (spruce bud worm)^{17,18}.

We suggest that in order to grow asymptotically within their plant hosts, fungal endophytes would need to not only maintain a balanced antagonism with their plant host, but also with bacterial and fungal inhabitants of the host. This would explain the *raison d'être* for (at least some of) the antibacterial and antifungal metabolites that fungal endophytes synthesize.

We have studied the interactions of fungi with potential antagonists from the same ecological niche. Whereas the bacterium, *Pseudomonas aeruginosa*, is an opportunistic human pathogen, in nature *Pseudomonas* species are found both in the rhizosphere and as root endophytes^{19,20}. We hypothesized that fungal root endophytes and rhizosphere fungi might secrete metabolites toxic to *P. aeruginosa* that could be developed into antibacterial agents. Rhizospheric and endophytic fungi of *Brassica napus* (canola) were tested in co-culture with *P. aeruginosa*. To study interactions between fungi from the same habitat, endophytes of *Fraxinus excelsior* (the European ash) were tested in co-culture with *Hymenoscyphus fraxineus*, the causal agent of ash dieback. Subsequently, culture extracts were analysed for novel metabolites and tested against the respective potential antagonists. Results presented here show that not only do the fungal and rhizospheric endophytes produce metabolites toxic to the potential antagonist, but also that antagonists often

*For correspondence. (e-mail: b.schulz@tu-bs.de)

Table 1. Effects of co-culture of fungal isolates from the roots and rhizosphere of canola (*Brassica napus*) with *Pseudomonas aeruginosa* (*P.a.*)

Strain	Source	Taxon	Co-culture extracts			Culture extracts				
			Inhibition of <i>Pa.</i> ^c	Inhibition of fungal isolate	Altered pigmentation in co-culture ^b	Inhibition of <i>P.a.</i> by fungal mono-culture extract ^d		Inhibition of <i>P.a.</i> by <i>P.a.</i> -fungal co-culture extract ^d		Novel metabolites in co-culture ^b
						PA01	DW5	PA01	DW5	
9682	Root	<i>Metarhizium</i> sp.	+	+	+	–	–	–	–	3
9683	Root	<i>Fusarium</i> sp.	+	? ^a	–	+	–	+	++	2
9684	Root	<i>Fusarium</i> sp.	+, Overgrown	–	+	+	+	++	+	3
9685	Root	<i>Microdochium bolleyi</i>	+	+	+	–	+	–	–	2
9686	Root	<i>Verticillium</i> sp.	+	+	+	+	+	+	+	3
9687	Root	<i>Gliocladium</i> sp.	+	+	+	–	n.t.	++	–	2
9688	Root	<i>Cercospora</i> sp.	+	+	+	n.t.	n.t.	n.t.	n.t.	n.t.
9690	Root	<i>Phialophora</i> sp.	+	+	–	n.t.	n.t.	n.t.	n.t.	n.t.
9692	Root	<i>Trichoderma</i> sp.	Overgrown	–	+	–	–	++	n.t.	5
9693	Rhizosphere	<i>Chalara</i> sp.	+	+	–	n.t.	n.t.	n.t.	n.t.	n.t.
9694	Rhizosphere	<i>Acremonium</i> sp.	–	? ^a	+	+	+	++	+	4
9695	Rhizosphere	<i>Verticillium cinnabarinum</i>	+	+	–	–	–	–	+	0
9696	Rhizosphere	<i>Phoma</i> sp.	+	+	+	n.t.	n.t.	n.t.	n.t.	n.t.
9697	Rhizosphere	<i>Cytospora</i> sp.	+	+	+	+	+	+	++	2

^aFungus grows very slowly; thus inhibition uncertain; ^bPigments not present in mono-culture of *P. aeruginosa*; ^cPA01 and DW5; ^dTested in an agar diffusion assay; n.t., Not tested; –, No effect; +, Inhibition; ++, Strong inhibition.

secrete metabolites toxic to the endophytes and rhizospheric fungi. Of particular interest is the fact that some of these metabolites are only produced in co-culture.

Material and methods

Isolation of endophytic and rhizosphere fungi

Canola plants were sampled from two agricultural fields in December 2007: near Lucklum (52.203013, 10.684736) and near Lamme (52.276143, 10.455969), both in Lower Saxony, Germany. To isolate the endophytes, the roots were first thoroughly washed under running water, then immersed for 1 min in 70% ethanol, followed by 30–60 sec in 3% NaOCl and subsequently rinsed three times in sterile water. The roots were then cut with a sterile scalpel into 2 mm slices and plated on potato–carrot agar medium with antibiotics²¹ and incubated for 3 weeks at 20°C. The emerging mycelia were taken into culture on potato–carrot agar medium and identified according to morphology.

For isolation of the rhizospheric fungi, 10 g of soil that had been attached to the roots was taken from each location and suspended in 30 ml of water for 30 min. From each concentration, 200 µl of a serial dilution of the suspension (10⁰–10⁵) was plated onto potato–carrot medium and incubated as above. Of the numerous isolates, 14 morphologically and taxonomically diverse endophytic and rhizospheric fungal isolates (Table 1) were retained to study the metabolic interactions between bacteria and fungi.

Endophytic fungi were also isolated from *F. excelsior* growing in the Elm forest, Lower Saxony, and identified

according to morphology (Junker *et al.*, manuscript under preparation).

Pseudomonas aeruginosa

Three isolates were used for co-culture with the fungi: two isolates from gangrene infections – PA01²² and PA14 (UCBPP-PA14)²³, and DW5, an environmental isolate. Attempts made to isolate the bacterium from *B. napus* were unsuccessful presumably because isolations were conducted in winter and although *P. aeruginosa* can grow at lower temperatures, its optimum lies between 30°C and 34°C (ref. 24).

Hymenoscyphus fraxineus

The strains of *H. fraxineus* had been previously isolated from various locations in northern Germany and Poland²⁵.

Co-culture

P. aeruginosa and fungal isolate were inoculated simultaneously at a distance of 4.5 cm from each on biomalt²¹ and/or CP agar medium (10 g yeast extract, 11 g D(+)-glucose, 1000 ml distilled water, 15 g agar, pH 6.2); cultivation was for three weeks at 20°C or at room temperature. *H. fraxineus* and endophytes from *F. excelsior* were tested in co-culture on solid media (Junker *et al.*, manuscript under preparation).

Culture extraction and agar diffusion assays

The cultures were frozen overnight at –70°C. The fungal mono- and co-cultures were subsequently lyophilized,

ground in a coffee grinder and extracted with ethyl acetate as described previously⁴. Due to the presence of a human pathogenic bacterium, the mono- and co-cultures with *P. aeruginosa* could not be lyophilized. After defrosting, these cultures were minced in a blender and extracted with ethyl acetate as above. After evaporation of the solvents, the dried extracts were defatted with petroleum ether and dissolved in methanol : acetone (1 : 1). For the agar diffusion assays, 1 ml of a suspension of *P. aeruginosa* was plated onto CP medium and subsequently dried; 50 µl (40 mg/ml) of culture extract was then pipetted onto a sterile test disc (0.45 cm) on the inoculated medium, and incubated at 30°C for two days before the radius of the inhibition zone was measured.

Thin-layer chromatography

Thin-layer chromatography (TLC) was performed on silica gel aluminum plates (Merck, Silicagel 60, F254) with 4% methanol in dichloromethane. Substances were visualized both with UV light at 254 and 366 nm, as well as following carbonization (spraying with 5% H₂SO₄ in ethanol and heating for 10 min at 110°C).

Determination of the minimal inhibitory concentration of culture extracts for inhibition of *P. aeruginosa*

Culture extracts of the mono-cultures (DW-5, PAO1, PA14, and the fungi 9683, 9684, 9686 and 9697) and of the co-cultures of the fungi (9683, 9684, 9686 and 9697) with the three *P. aeruginosa* strains were tested against the *P. aeruginosa* strains PAO1 and PA14. To test whether these culture extracts inhibited *P. aeruginosa*, overnight cultures of *P. aeruginosa* PAO1 and PA14 in MHB liquid culture medium (22 g Müller Hinton Broth 2 (Roth, Art.-Nr. X927.1), 1000 ml dH₂O) were washed twice in PBS buffer (137 mM NaCl, 2.7 mM KCl, 10 mM Na₂PHO₄, 2 mM KH₂PO₄) and adjusted to 1 × 10⁸ cells/ml in PBS buffer. Then 200 µl of the bacterial suspension was inoculated into each well of 96-well microtitre plates to which the culture extract with concentrations 0.5, 0.75, 1.0, 1.5, 1.75, 2.0, 3.0 and 4.0 mg/ml was added. The microtiter plates were incubated for 4 h at 37°C and 300 rpm; the contents of each well were serially diluted down to a concentration of 10⁵ cells/ml. From each dilution, 20 µl of each dilution were plated onto LB²⁶ agar medium and incubated for 20 h at 37°C. The number of cells was counted and expressed as the number per ml.

Results and discussion

Interactions of *P. aeruginosa* with endophytic and rhizospheric fungi

In co-culture, both bacteria and fungi secreted metabolites toxic to the respective partner (Figure 1). Most of

the fungi (10 out of 14) inhibited *P. aeruginosa*. Secreted metabolites of *P. aeruginosa* inhibited most of the fungi, demonstrating the reciprocal antagonism between these inhabitants of the same environment (Table 1; Figure 1 a and b). Antifungal activity of *P. aeruginosa* could be due to the siderophores, pyoverdinin and pyochelin, which *P. aeruginosa* is known to produce^{27,28}, or to one of the antifungal phenazines²⁹⁻³¹ that can also be secreted by *P. aeruginosa*. Alternatively, metabolites that are only produced in co-culture could be responsible for the inhibitions, as has been previously reported for numerous other interactions³². Not only was growth of *P. aeruginosa* inhibited in co-culture with the endophytes, but also the composition of its secreted pigments was sometimes altered. In co-culture, DW5 seems to have secreted less of the yellow-green pigment, pyoverdinin, in relation to the blue-green pigment, pyocyanin (Figure 1 a). In the two interactions in which no inhibition of the bacterium was observed, the two fungal isolates, i.e. *Trichoderma* sp. and *Fusarium* sp. overgrew the bacterium.

All but one of the culture extracts of the co-cultures inhibited *P. aeruginosa* more than those of the mono-cultures (Table 1). Thin-layer chromatographs of culture extracts revealed that in all but one of the co-cultures, novel metabolites had been synthesized that were not found in mono-culture of either the bacteria or the fungi (Table 1). It is, of course, not clear whether these novel

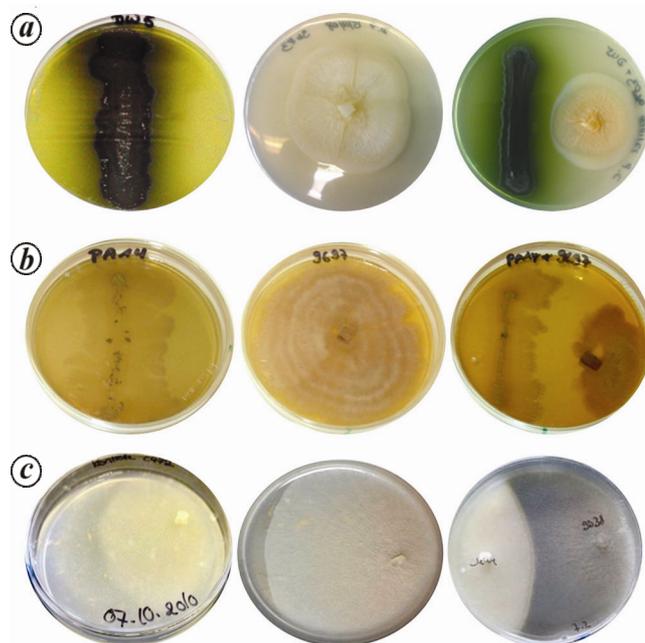


Figure 1. Mono- and co-cultures: In all interactions, growth of both organisms was inhibited in co-culture more than in mono-culture. *a*, *Pseudomonas aeruginosa* DW 5 and *Fusarium* sp. 9697 (endophyte) in mono- and in co-culture. *b*, *P. aeruginosa* PA14 and *Cytospora* sp. 9683 (rhizospheric fungus) in mono- and co-culture. *c*, *Phomopsis* sp. (on left; endophyte) and *Hymenoscyphus fraxineus* (pathogen) in mono- and co-culture. All cultures were incubated for 3 weeks on potato-carrot agar medium at room temperature.

metabolites were synthesized by the bacteria or the fungi. Although co-cultures cannot replicate the situation *in situ*, particularly the fact that there are never just two partners *in situ*, it does nevertheless show that these fungi and bacteria that occupy the same ecological niche reacted metabolically to the presence of the other before they even had physical contact, as has also been shown for other interactions^{32,33}. This suggests that in these interactions not only inhibitory metabolites, but also signal molecules must have been secreted, informing the two microorganisms of the presence of the other before they had physically contacted each other.

Culture extracts of both mono- and co-cultures that had inhibited PAO1 and PA14 in agar diffusion assays were selected to determine the minimal inhibitory concentrations (MIC) in liquid culture. In these tests, the only mono-culture that inhibited *P. aeruginosa* was that of 9697 (*Cytospora* sp.), inhibiting PAO1 moderately at concentrations >3.0 mg/ml (Figure 2 a). Of the co-cultures, that of DW 5 + 9683 (*Fusarium* sp.) inhibited PAO1 100% at a

concentration of 1 mg/ml (Figure 2 b) and PA14 100% at a concentration of 1.5 mg/ml (Figure 2 c). Cultures of the respective mono-cultures exhibited no inhibitory effects (data not shown), showing that the metabolites that inhibited *P. aeruginosa* were only secreted in co-culture. Isolates of both genera, *Cytospora* and *Fusarium*, are known to produce biologically active secondary metabolites. For example, *Cytospora* sp. can produce the weakly antibacterial substance colletodiol and related macrodiolides³⁴ and two antibacterial benzyl γ -butyrolactone analogues³⁵. *Fusarium* spp. are known to produce a plethora of biologically active metabolites^{36,37}.

Interactions of *H. fraxineus* with endophytic fungi

One of our goals is to find a fungal endophyte that can be used for biocontrol of *H. fraxineus*, the causative agent of ash dieback, a disease that is threatening the existence of *F. excelsior* in Europe³⁸. Thus, we isolated endophytes from healthy and diseased ash trees growing near Erkerode, in Lower Saxony, and initially tested them in co-culture for inhibition of *H. fraxineus* (Junker *et al.*, manuscript under preparation). Surprisingly, in co-culture, *H. fraxineus* inhibited most of the endophytes, and most of the endophytes inhibited *H. fraxineus*, as shown in Figure 1 c for the interaction between *H. fraxineus* and *Phomopsis* sp. Of the 59 endophytes, 57 inhibited *H. fraxineus*, 19 of them inhibiting the pathogen by >30% in comparison to the mono-culture control (Junker *et al.*, manuscript under preparation). *H. fraxineus*, in turn, inhibited 55 of the endophytes, 13 by more than 30% in comparison to the mono-culture (Junker *et al.*, manuscript under preparation; Figure 3). The inhibitions by *H. fraxineus* could be due to the phytotoxins viridiol³⁹ and a volatile lactone⁴⁰ that the pathogen is known to produce. TLC showed that novel metabolites were produced in all of the nine tested co-cultures that were not present in either of the corresponding mono-cultures. Additionally, in co-culture concentrations of the phytotoxins were reduced (Junker *et al.*, manuscript under preparation).

Function of endophytic antimicrobial metabolites

Microorganisms do not always secrete toxic metabolites in co-culture. For example, of the 58 actinomycetes that were co-cultivated with *Aspergillus nidulans*, only one was able to induce synthesis of orsellinic acid and biologically related compounds³³, suggesting that specificity was involved. In contrast, the endophytic fungi and *H. fraxineus* harboured by *F. excelsior* seem to specifically recognize each other. In co-culture, almost all of the fungi were reciprocally inhibitory. Furthermore, the fact that inhibitions occurred even before the co-cultured organisms established physical contact with each other suggests the involvement of signal molecules.

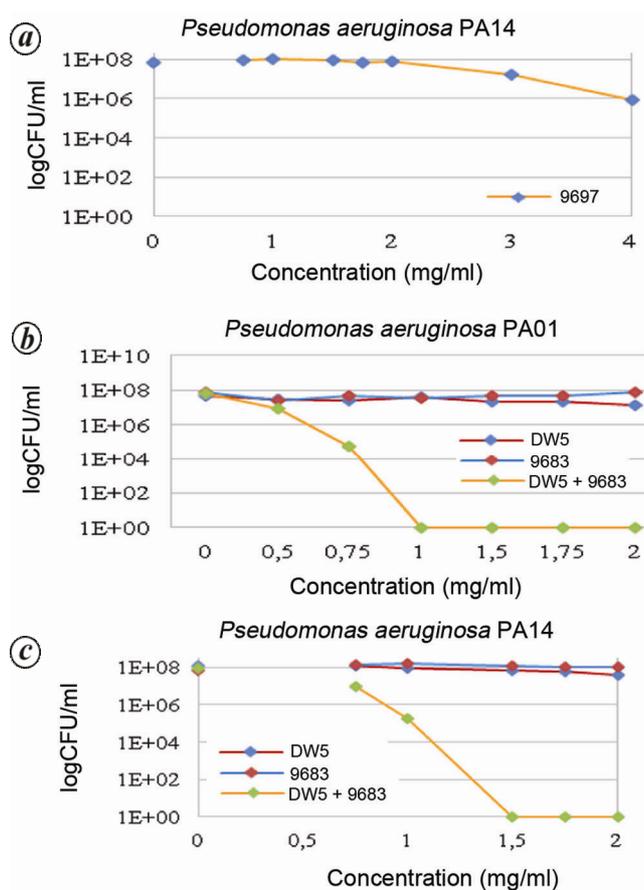


Figure 2. Minimal inhibitory concentration of growth of *P. aeruginosa* by culture extracts of mono- and co-cultures in liquid culture (4 h at 37°C and 300 rpm following addition of the culture extract). The only mono-culture extract that moderately inhibited *P. aeruginosa* was that of (a) *Fusarium* sp. 9697 against PA14. Inhibition by culture extracts of the co-cultures was greater: *Cytospora* sp. 9683 against (b) PAO1 and (c) PA14.

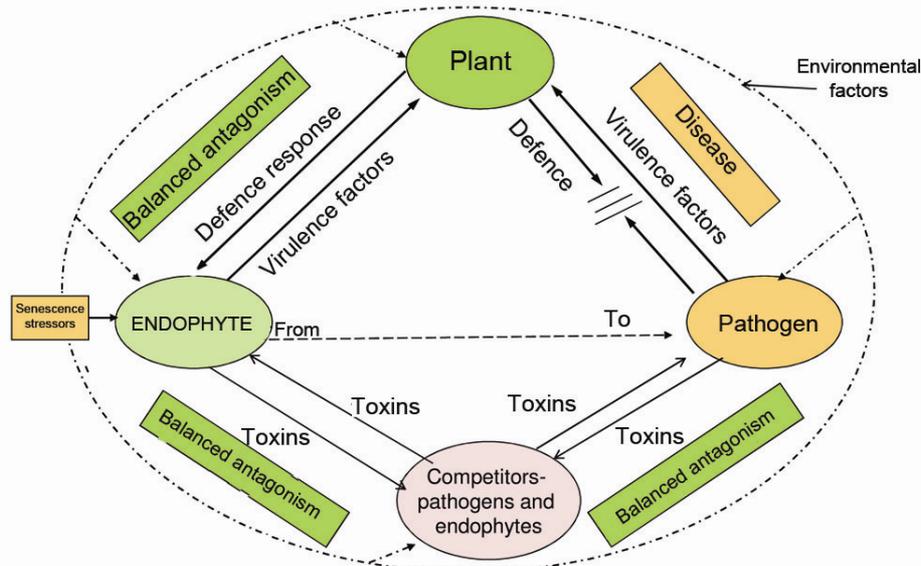


Figure 3. Hypothesis: In order to grow and survive *in planta*, endophytic fungi must maintain a balance of antagonism not only with their host plant, but also with microbial competitors, both endophytic and pathogenic bacteria and fungi. Secondary metabolites are important factors for maintaining these equilibria. The result is a compatible, multipartite symbiosis and a healthy plant.

In the two interactions that we report on, there was usually mutual antagonism in co-culture. This was due at least in part to the synthesis of the respective antibacterial and antifungal metabolites, including those synthesized only in co-culture. There are numerous reports of activation of secondary metabolism during co-cultivation of fungal endophytes and bacteria. Many of the researchers employing this technique are interested in inducing the synthesis of cryptic secondary metabolites^{32,33,41,42}. Others strive to detect cryptic metabolites by co-culturing fungi with fungi^{32,41,43}. For example, we had previously reported on co-cultures of *Fusicoccum betulae*, a pathogen of the birch (*Betula pendula*), with an endophyte of the tree, *Cryptosporiopsis* sp. The endophyte secreted substances that inhibited the pathogen, i.e. cryptosporiopsin, mycorrhizin A and mellein⁴⁴. And yet others strive to find an endophyte that can be used for biocontrol of a microbial pathogen^{45,46-49}. Although they had other goals, all of these investigations exemplify that microorganisms interact metabolically. There are, however, few other researchers that have (also) dealt with mutual metabolic interactions between the partners in co-culture or even *in planta*. This may be particularly pertinent in habitats with a high microbial burden, such as plant surfaces⁴², but also in environments that presumably have a lower microbial burden, i.e. that of endophytes *in planta*.

Wang *et al.*⁵⁰ co-inoculated an endophytic bacterium, *Acinetobacter* sp., and an endophytic fungus, *Acremonium* sp., into their host plant, *Atractylodes lancea*. Interestingly, *in planta* host defence responses were reduced as was growth of the endophytic fungus. The authors suggest that since bacterial secreted metabolites

inhibited fungal growth in *in vitro* co-culture, these might also be responsible for reduced growth of the fungal endophyte *in planta*. The authors also suggest that such constraints are necessary for maintaining a compatible and balanced symbiosis in the tripartite interaction involving plant host and its endophytes. The study of Mohandoss and Suryanarayanan⁵¹ also provides presumptive evidence that multipartite interactions are involved. They showed that elimination of some endophytes from the leaves of *Mangifera indica* by fungicidal treatment results in colonization of the leaf by non-native endophytes, indicating an *in vivo* inter-specific competition among endophytes. And since *in planta* an endophyte must deal with more than one competitor, as well as host defence, we hypothesize that many, if not all, microbial inhabitants of hosts secrete antifungal and antibacterial metabolites *in planta* to inhibit competitors, assuring themselves adequate assimilates. An additional advantage for the plant would be that competitors would be less likely to become pathogenic, because their growth would be constrained.

Thus, in addition to dealing with host defence, the endophytes must secrete antibacterial and antifungal metabolites in order to maintain a balance of antagonism with competitors. Our hypothesis would explain the results obtained in these investigations: the antibacterial metabolites produced by the endophytic and rhizospheric fungi associated with *B. napus*, the antifungal metabolites synthesized by the endophytes and the pathogen from *F. excelsior*, but especially the metabolites that were only produced in co-culture. Additionally, it would clarify the unanswered questions regarding the roles of metabolites

in the interactions between endophytes and pathogens raised by Kusari *et al.*¹⁴. Accordingly, in order to grow asymptotically in their hosts, fungal endophytes must maintain multiple balanced antagonisms – with the host plant and with the other microbial inhabitants of the host plant (Figure 3). This partly explains the capability of endophytic fungi to synthesize a plethora of antifungal and antimicrobial secondary metabolites. The recent findings that most of the secondary metabolite genes in fungi are generally silent in culture and are activated while being co-cultured with other microbes^{33,52} lends further credence to our hypothesis that multiple antagonisms are involved in endophytism.

However, endophytes not only interact with bacterial and fungal competitors, but also with herbivores and insect predators of the host⁵³. For example, entomopathogenic fungi such as *Pochonia chlamydosporia* and *Clonostachys* are not only found in the soil, but can also colonize as endophytes^{54,55}. The results of Vega *et al.*⁵⁴ suggest that fungal metabolites are involved in the antibiosis. In the case of *Phialocephala* sp. in spruce, the inhibitory metabolite has been identified. Rugulosin is synthesized *in planta* by *Phialocephala* sp. at concentrations inhibitory to the spruce bud worm^{17,18}. The classic case of an endophyte which secretes metabolites toxic to herbivores involves *Neotyphodium* spp.⁵⁶. However, the tripartite interaction between the endophyte, herbivore and plant host is not as straightforward as previously assumed, e.g. herbivores have evolved to detoxify the alkaloids⁵⁷.

In conclusion, it is clear that in order to colonize their hosts asymptotically, endophytes are involved in multipartite interactions. Also, much research remains to be done to elucidate the metabolic pathways and signalling functions involved in these interactions.

- Schulz, B. and Boyle, C., The endophytic continuum. *Mycol. Res.*, 2005, **109**, 661–686.
- Rodriguez, R. J., White, J. F., Arnold, A. E. and Redman, R. S., Fungal endophytes: diversity and functional roles. *New Phytol.*, 2009, **182**, 314–330.
- Peters, S., Aust, H.-J., Draeger, S. and Schulz, B., Interactions in dual cultures of endophytic fungi with host and nonhost plant calli. *Mycologia*, 1998, **90**, 360–367.
- Schulz, B., Boyle, C., Draeger, S., Römmert, A.-K. and Krohn, K., Review: *Endophytic fungi*: a source of novel biologically active secondary metabolites. *Mycol. Res.*, 2002, **106**, 996–1004.
- Navarro-Meléndez, A. L. and Heil, M., Symptomless endophytic fungi suppress endogenous levels of salicylic acid and interact with the jasmonate-dependent indirect defense traits of their host, lima bean (*Phaseolus lunatus*). *J. Chem. Ecol.*, 2014, **40**, 816–825.
- Agrios, G. N., *Plant Pathology*, Academic Press, San Diego, 1997.
- von Roepenack-Lahaye, E., Boettcher, C., Schulz, B., Lahaye, T., Rosahl, S. and Scheel, D., A metabolomics platform – transferring functional genomics technology from *Arabidopsis* to crop plants. In Proceedings of the Molecular Plant–Microbe Interactions Congress, 2007, Munich, Germany.
- Boyle, C., Guske, S., Dammann, U. and Schulz, B., Endophyte–host interactions. II. Defining symbiosis of the endophyte–host interaction. *Symbiosis*, 1998, **25**, 213–227.
- Govinda Rajulu, M. B., Thirunavukkarasu, N., Suryanarayanan, T. S., Ravishankar, J. P., El Gueddari, N. E. and Moerschbacher, B. M., Chitinolytic enzymes from endophytic fungi. *Fungal Divers.*, 2011, **47**, 43–53.
- Suryanarayanan, T. S., Thirunavukkarasu, N., Govinda Rajulu, M. B. and Gopalan, V., Fungal endophytes: an untapped source of biocatalysts. *Fungal Divers.*, 2012, **54**, 19e30.
- Schulz, B., Römmert, A.-K., Dammann, U., Aust, H.-J. and Strack, D., The endophyte–host interaction: a balanced antagonism. *Mycol. Res.*, 1999, **103**, 1275–1283.
- Tan, R. X. and Zou, W. X., Endophytes: a rich source of functional metabolites. *Nat. Prod. Rep.*, 2001, **18**, 448–459.
- Richardson, S. N., Walker, A. K., Nsiama, T. K., Mcfarlane, J., Sumarah, M. W., Ibrahim, A. and Miller, J. D., Griseofulvin-producing *Xylaria* endophytes of *Pinus strobus* and *Vaccinium angustifolium*: evidence for a conifer-understorey species endophyte ecology. *Fungal Ecol.*, 2014, **11**, 107–113.
- Kusari, S., Hertweck, C. and Spiteller, M., Chemical ecology of endophytic fungi: origins of secondary metabolites. *Chem. Biol.*, 2012, **19**, 792–798.
- Demain, A. L., Do antibiotics function in nature. *Search*, 1980, **11**, 148.
- Demain, A. L. and Fang, A., The natural functions of secondary metabolites. In *Advances in Biochemical Engineering/Biotechnology* (ed. Scheper, Th.), Springer-Verlag, Berlin, 2000, vol. 69, pp. 1–39.
- Sumarah, M. W., Miller, J. D. and Adams, G. W., Measurement of a rugulosin-producing endophyte in white spruce seedlings. *Mycologia*, 2005, **97**, 770–775.
- Sumarah, M. W. and Miller, J. D., Anti-insect secondary metabolites from fungal endophytes of conifer trees. *Nat. Prod. Commun.*, 2009, **4**, 1–8.
- Berg, G., Krechel, A., Ditz, M., Sikora, R., Ulrich, A. and Hallmann, J., Endophytic and ectophytic potato-associated bacterial communities differ in structure and antagonistic function against plant pathogenic fungi. *FEMS Microbiol. Ecol.*, 2005, **51**, 215–229.
- Gupta, G., Panwar, J. and Nath Jha, P., Natural occurrence of *Pseudomonas aeruginosa*, a dominant cultivable diazotrophic endophytic bacterium colonizing *Pennisetum glaucum* (L.) R. Br. *Appl. Soil Ecol.*, 2013, **64**, 252–261.
- Höller, U., Wright, A. D., Matthée, G. F., König, G. M., Draeger, S., Aust, H.-J. and Schulz, B., Fungi from marine sponges: diversity, biological activity and secondary metabolites. *Mycol. Res.*, 2000, **104**, 1354–1365.
- Dunn, N. W. and Holloway, B. W., Pleiotrophy of *p*-fluorophenylalanine-resistant and antibiotic hypersensitive mutants of *Pseudomonas aeruginosa*. *Genet. Res.*, 1971, **18**, 185–197.
- Rahme, L. G., Steens, E. J., Wolfort, S. E., Shao, J., Tompkins, R. G. and Ausubel, F. M., Common virulence factors for bacterial pathogenicity in plants and animals. *Science*, 1995, **268**, 1899–1902.
- Guerra-Santos, L. H., Käppeli, O. and Flechter, A., Dependence of *Pseudomonas aeruginosa* continuous culture biosurfactant production on nutritional and environmental factors. *Appl. Microbiol. Biotechnol.*, 1986, **24**, 443–448.
- Junker, C., Mandey, F., Pais, A., Ebel, R. and Schulz, B., *Hymenoscyphus pseudoalbidus* and *Hymenoscyphus albidus*: virulence and virioid concentration do not correlate. *For. Pathol.*, 2014, **44**, 39–44.
- Bertani, G., Studies on lysogenesis. I. The mode of phage liberation by lysogenic *Escherichia coli*. *J. Bacteriol.*, 1951, **62**, 293–300.
- Budzikiewicz, H., Siderophores of fluorescent pseudomonads. *Z. Naturforsch C*, 1997, **52**, 713–720.
- Ran, H., Hassett, D. J. and Lau, G. W., Human targets of *Pseudomonas aeruginosa* pyocyanin. *Proc. Natl. Acad. Sci USA*, 1997, **100**, 14315–14320.

29. Kerr, J. R., Phenazine pigments: antibiotics and virulence factors. *Infect. Dis. Rev.*, 2000, **2**, 184–194.
30. Laursen, J. B. and Nielsen, J., Phenazine natural products: biosynthesis, synthetic analogues and biological activity. *Chem. Rev.*, 2004, **104**, 1663–1686.
31. Sunish Kumar, R., Ayyadurai, N., Pandiaraja, P., Reddy, A. V., Venkateswarlu, Y., Prakash, O. and Sakthivel, N., Characterization of antifungal metabolite produced by new strain *Pseudomonas aeruginosa* PUPa3 that exhibits broad-spectrum antifungal activity and biofertilizing traits. *J. Appl. Microbiol.*, 2005, **98**, 145–154.
32. Marmann, A., Aly, A. H., Liu, W., Wang, B. and Proksch, P., Co-cultivation – a powerful emerging tool for enhancing the chemical diversity of microorganisms. *Mar. Drugs*, 2014, **12**, 1043–1065.
33. Schroeckh, V. *et al.*, Intimate bacterial–fungal interaction triggers biosynthesis of archetypal polyketides in *Aspergillus nidulans*. *Proc. Natl. Acad. Sci. USA*, 2009, **106**, 14558–14563.
34. O’Neill, J. A., Simpson, T. J. and Willis, C. L., Biosynthesis of colletodiol and related macrodiolides in *Cytospora* sp. ATCC 20502: synthesis and metabolism of advanced intermediates. *J. Chem. Soc., Chem. Commun.*, 1993, **1993**, 738–740.
35. Lu, S. *et al.*, Bioactive aromatic derivatives from endophytic fungus. *Cytospora* sp. *Nat. Prod. Commun.*, 2011, **6**, 661–666.
36. Desjardins, A. E., Gibberella from A (venaceae) to Z (eae). *Annu. Rev. Phytopathol.*, 2003, **41**, 177–198.
37. Nestic, K., Ivanovic, S. and Nestic, V., Fusarial toxins: secondary metabolites of Fusarium fungi. *Rev. Environ. Contam. Toxicol.*, 2014, **228**, 101–120.
38. Gross, A., Holdenrieder, O., Pautasso, M., Queloz, V. and Sieber, T. N., *Hymenoscyphus pseudoalbidus*, the causal agent of European ash dieback. *Mol. Plant Pathol.*, 2014, **15**, 5–21.
39. Andersson, P. F., Johansson, B. K., Stenlid, J. and Broberg, A., Isolation, identification and necrotic activity of viridiol from *Chalara fraxinea*, the fungus responsible for dieback of ash. *For. Pathol.*, 2010, **40**, 43–46.
40. Citron, C., Junker, C., Schulz, B. and Dickschat, J., A volatile lactone of *Hymenoscyphus pseudoalbidus*, pathogen of ash dieback inhibits host germination. *Angew. Chem., Int. Ed. Engl.*, 2014, **53**, 4346–4349.
41. Pettit, R. K., Mixed fermentation for natural product drug discovery. *Appl. Microbiol. Biotechnol.*, 2009, **83**, 19–25.
42. König, C. C., Scherlach, K., Schroeckh, V., Horn, F., Nietzsche, A. A. and Hertweck, C., Bacterium induces cryptic meroterpenoid pathway in the pathogenic fungus *Aspergillus fumigatus*. *ChemBioChem.*, 2013, **14**, 938–942.
43. Soliman, S. S. M. and Raizada, M. N., Interactions between co-habiting fungi elicit synthesis of Taxol from an endophytic fungus in host *Taxus* plants. *Front. Microbiol.*, 2013, **4**; doi: 10.3389/fmicb.2013.00003
44. Schulz, B. *et al.*, Biologically active secondary metabolites of endophytic *Pezizula* species. *Mycol. Res.*, 1995, **99**, 1007–1015.
45. Mejía, L. C. *et al.*, Endophytic fungi as biocontrol agents of *Theobroma cacao* pathogens. *Biol. Control*, 2008, **46**, 4–14.
46. Maciá-Vicente, J. G., Janssen, H.-B. and Lopez-Llorca, L. V., Colonization of barley roots by endophytic fungi and their reduction of take-all caused by *Gaeumannomyces graminis* var. *tritici*. *Can. J. Microbiol.*, 2008, **54**, 600–609.
47. Lahlai, R. and Hijri, M., Screening, identification and evaluation of potential biocontrol fungal endophytes against *Rhizoctonia solani* AG3 on potato plants. *FEMS Microbiol. Lett.*, 2010, **311**, 152–159.
48. Flávaro, L. C. D. L., Sebastianes, F. L. D. S. and Araújo, W., *Epicoecum nigrum* P16, a sugarcane endophyte, produces antifungal compounds and induces root growth. *PLoS ONE*, 2012, **7**(6), e36826. doi:10.1371/journal.pone.0036826.
49. Zhao, J. Y., Zhao, X. Y. and Dai, C. C., Antagonistic mechanisms of endophytic *Pseudomonas fluorescens* against *Athelia rolfsii*. *J. Appl. Microbiol.*, 2014; doi: 10.1111/jam.12586.
50. Wang, X.-M., Yang, B., Wang, H.-W., Yang, T., Ren, C.-G., Zheng, H.-L. and Dai, C.-C., Consequences of antagonistic interactions between endophytic fungus and bacterium on plant growth and defense responses in *Atractylodes lancea*. *J. Basic Microbiol.*, 2013, **53**, 1–12.
51. Mohandoss, J. and Suryanarayanan, T. S., Effect of fungicide treatment on foliar fungal endophyte diversity in mango. *Sydowia*, 2009, **61**, 11–24.
52. Ochi, K. and Hosaka, T., New strategies for drug discovery: activation of silent or weakly expressed microbial gene clusters. *Appl. Microbiol. Biotechnol.*, 2013, **97**, 87–98.
53. Suryanarayanan, T. S., Endophyte research: going beyond isolation and metabolite documentation. *Fungal Ecol.*, 2013, **6**, 561–568.
54. Vega, F. E., Posada, F., Aime, C., Pava-Ripoll, M., Infante, F. and Rehner, S. A., Entomopathogenic fungal endophytes. *Biocontrol*, 2008, **46**, 72–82.
55. Escudero, N. and Lopez-Llorca, L. V., Effects on plant growth and root-knot nematode infection of an endophytic GFP transformant of the nematophagous fungus *Pochonia chlamydosporia*. *Symbiosis*, 2012; doi: 10.1007/s13199-012-0173-3.
56. Clay, K., Fungal endophytes of grasses – a defensive mutualism between plants and fungi. *Ecology*, 1988, **69**, 10–16.
57. Faeth, S. H. and Saari, S., Fungal grass endophytes and arthropod communities: lessons from plant defence theory and multitrophic interactions. *Fungal Ecol.*, 2011, **5**, 364–371.

ACKNOWLEDGEMENTS. C.J. thanks the Deutsche Bundesstiftung Umwelt, Germany for a scholarship. We thank Drs Simone Bergmann, Christine Boyle and T. S. Suryanarayanan for their valuable suggestions that helped improve the manuscript and Dr Siegfried Draeger for identifying the fungal isolates.