



October 8, 2019

Dear Sequoia Shareholders and Clients:

For the third quarter of 2019, Sequoia Fund generated a total return of 0.71%¹, net of fees, versus a 1.70% return for the Standard & Poor's 500 Index. For the year-to-date through September 30, 2019, the Fund generated a 21.85% total return versus 20.55% for the Index.

During the quarter we trimmed the Fund's stakes in Constellation Software and Mastercard and added to our holdings in Rolls Royce. We also initiated a new position in Wayfair, an online retailer about which we will have more to say in our year-end letter.

Fund shareholders may have noticed the move to Digital Investor, DST's new user-friendly technology powering online account access. Digital Investor offers a flexible and secure self-service website experience that will, among other things, allow you to update bank account information, make distributions from an IRA and manage account beneficiaries. If you haven't had a chance to set up online access, we encourage you to do so by clicking on the "access your account" button on www.sequoiafund.com.

We're happy to report that the debut of Digital Investor concludes our extensive, multi-year modernization project. We are committed to holding our operational practices to the same high standards by which we judge ourselves as investors. As a result, we will continue to make modifications over time to better serve our clients and shareholders, but we expect that these regular improvements will happen largely behind the scenes. We realize that many of the changes we made over the last couple years involved significant inconvenience, and we greatly appreciate the patience of our clients and shareholders during the "heavy lifting" phase of our modernization journey. Thanks to your support, we believe the Firm's operations have never been stronger.

Sincerely,

The Ruane Cunniff Investment Committee

Arman Gokgol-Kline

John B. Harris

Trevor Magyar

D. Chase Sheridan

¹The performance data for the Fund shown above represents past performance and assumes reinvestment of dividends. Past performance does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The Fund's 1-year, 5-year and 10-year average annual total returns through September 30, 2019 were 6.49%, 5.69% and 10.85%, respectively. Current performance may be lower or higher than the performance data quoted. Performance data current to the most recent month-end can be obtained by calling DST Systems, Inc. at (800) 686-6884.

Disclosures

Please consider the investment objectives, risks and charges and expenses of Sequoia Fund Inc. (the “Fund”) carefully before investing. The Fund's prospectus contains this and other information about the Fund. You may obtain a copy of the prospectus at www.sequoiafund.com or by calling 1-800-686-6884. Please read the prospectus carefully before investing. Shares of the Fund are distributed by Foreside Financial Services, LLC (Member FINRA).

Sequoia Fund, Inc. – September 30, 2019	
Top Ten Holdings*	
Alphabet, Inc.	11.7%
Berkshire Hathaway, Inc.	8.7%
CarMax, Inc.	8.0%
Constellation Software, Inc.	5.1%
Jacobs Engineering Group	5.0%
Liberty Media Corp.	4.9%
MasterCard, Inc.	4.9%
Credit Acceptance Corp.	4.9%
Rolls-Royce Holdings plc.	4.2%
Liberty Broadband Corp.	4.1%

* The Fund's holdings are subject to change and are not recommendations to buy or sell any security. The percentages are of total assets.

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Shares of the Fund may be offered only to persons in the United States and by way of a prospectus. Annual Fund Operating Expenses (expenses that you pay each year as a percentage of the value of your investment):

Management Fees	1.00%
Other Expenses	0.06%
Total Annual Fund Operating Expenses	1.06%
Expense Reimbursement by Investment Adviser*	-0.06%
Net Annual Fund Operating Expenses	1.00%

* It is the intention of Ruane, Cunniff & Goldfarb L.P. (the “Adviser”) to ensure the Fund does not pay in excess of 1.00% in Net Annual Fund Operating Expenses. This reimbursement is a provision of the Adviser's investment advisory contract with the Fund and the reimbursement will be in effect only so long as that investment advisory contract is in effect. For the year ended December 31, 2018, the Fund's annual operating expenses and investment advisory fee, net of such reimbursement, were 1.00% and 0.94%, respectively.

The Fund is non-diversified, meaning that it invests its assets in a smaller number of companies than many other funds. As a result, an investment in the Fund has the risk that changes in the value of a single security may have a significant effect, either negative or positive, on the Fund's net asset value per share.

The S&P 500 Index is an unmanaged capitalization-weighted index of the common stocks of 500 major US corporations. The Index does not incur expenses. It is not possible to invest directly in the Index.