



July 5, 2018

Dear Sequoia Shareholders and Clients:

For the second quarter of 2018, Sequoia Fund generated a total return of 5.80%¹, net of fees, versus a 3.43% return for the Standard & Poor's 500 Index. The Fund generated a 7.16% total return year-to-date through June 30, 2018 versus a 2.65% return for the Index.

We want to thank the hundreds of shareholders and clients who attended our 2018 annual investor day on Friday, May 18. For those who couldn't make it, we hope that the attached transcript serves as a useful mid-year update on our Firm, our holdings and our approach to investing.

There was limited activity in the portfolio this quarter. We trimmed the Fund's stakes in Amazon and Berkshire Hathaway and exited our small position in Omnicom. We also added to our holdings in Facebook, Jacobs Engineering, Liberty Broadband and Naspers.

As ever, we are grateful for the continued support of our clients and shareholders.

Sincerely,

The Ruane, Cunniff & Goldfarb Investment Committee

Arman Gokgol-Kline

John B. Harris

Trevor Magyar

David M. Poppe

D. Chase Sheridan

¹ The performance data for the Fund 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 June 30, 2018 were 17.31%, 6.98% and 8.80%, 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 offered through the Fund's distributor, Ruane, Cunniff & Goldfarb LLC. Ruane, Cunniff & Goldfarb LLC is an affiliate of Ruane, Cunniff & Goldfarb LP and is a member of FINRA.

Sequoia Fund, Inc. – June 30, 2018	
Top Ten Holdings*	
Alphabet, Inc.	11.4%
Berkshire Hathaway, Inc.	8.3%
CarMax, Inc.	7.6%
MasterCard, Inc.	7.1%
Constellation Software, Inc.	5.9%
Rolls-Royce Holdings plc	5.1%
TJX Companies, Inc.	4.8%
Amazon, Inc.	4.3%
Liberty Media Corp.	4.0%
Charles Schwab Corp.	3.8%

* 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	0.07%
Total Annual Fund Operating Expenses	1.07%**

** Does not reflect Ruane, Cunniff & Goldfarb LP's ("Ruane, Cunniff & Goldfarb") contractual reimbursement of a portion of the Fund's operating expenses. This reimbursement is a provision of Ruane, Cunniff & Goldfarb's investment advisory agreement with the Fund and the reimbursement will be in effect only so long as that investment advisory agreement is in effect. For the year ended December 31, 2017, the Fund's annual operating expenses and investment advisory fee, net of such reimbursement, were 1.00% and 0.93%, 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 index of 500 stocks, which is representative of the U.S. stock market in general. The Index does not incur expenses and is not available for investment.

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