

Sequoia Fund, Inc.

9 West 57th Street, Suite 5000
New York, NY 10019-2701
(800) 686-6884

QUARTERLY REPORT
For the Period Ended September 30, 2014

To the Shareholders of Sequoia Fund, Inc.:

As of this writing, the Sequoia Fund is up 6.06% year-to-date versus an increase of 13.71% for the S&P 500 Index.

On November 17, we paid a capital gains distribution of \$2.0017 per share to shareholders of record on November 14.

Sincerely,



Robert D. Goldfarb
President



David M. Poppe
Executive Vice President

November 21, 2014

Sequoia Fund, Inc.

Fund Performance (Unaudited)

Sequoia Fund's results for the periods ended September 30, 2014 are shown below with comparable results for the S&P 500 Index:

<u>To September 30, 2014</u>	<u>Sequoia Fund</u>	<u>S & P 500*</u>
3 Months	-0.65%	1.13%
9 Months	0.26%	8.34%
1 Year	9.36%	19.73%
5 Years (Annualized)	16.26%	15.70%
10 Years (Annualized)	8.85%	8.11%

The performance shown above represents past performance and does not guarantee future results. The table does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Current performance may be lower or higher than the performance information shown.

* *The S&P 500 Index is an unmanaged, capitalization-weighted index of the common stocks of 500 major US corporations. The performance data quoted represents past performance and assumes reinvestment of distributions.*

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. Year to date performance as of the most recent month end can be obtained by calling DST Systems, Inc. at (800) 686-6884.

Fees and Expenses of the Fund (Unaudited)

This table describes the fees and expenses that you may pay if you buy and hold shares of the Fund.

Shareholder Fees (fees paid directly from your investment)

The Fund does not impose any sales charges, exchange fees or redemption fees.

Annual Fund Operating Expenses (expenses that are deducted from Fund assets)

Annual Fund Operating Expenses

Management Fees	1.00%
Other Expenses	0.02%
Total Annual Fund Operating Expenses*	<u>1.02%</u>

* Does not reflect Ruane, Cunniff & Goldfarb Inc.'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, 2013, the Fund's annual operating expenses and advisory fee, net of such reimbursement, were 1.00% and 0.98%, respectively.

Sequoia Fund, Inc.
Schedule of Investments
September 30, 2014
(Unaudited)

Common Stocks (87.9%)

<u>Shares</u>		<u>Value (a)</u>
	Advertising (0.8%)	
929,021	Omnicom Group Inc.	\$ 63,972,386
	Aerospace/Defense (6.5%)	
942,616	Precision Castparts Corp.	223,286,878
23,011,104	Qinetiq Group plc (United Kingdom)	83,868,061
12,089,546	Rolls-Royce Holdings plc (United Kingdom)	189,030,836
		<u>496,185,775</u>
	Auto Parts (4.3%)	
627,642	Advance Auto Parts, Inc.	81,781,753
1,650,465	O'Reilly Automotive Inc. (b)	248,163,917
		<u>329,945,670</u>
	Biotechnology(1.2%)	
2,065,604	Novozymes A/S – B Shares (Denmark)	89,619,150
	Construction & Engineering (0.9%)	
1,454,996	Jacobs Engineering Group Inc. (b)	71,081,725
	Construction Equipment (0.1%)	
479,500	Ritchie Bros. Auctioneers Incorporated	10,736,005
	Crude Oil & Gas Production (0.1%)	
178,601	Canadian Natural Resources Limited (Canada)	6,936,863
	Dental Equipment (1.2%)	
1,250,644	Sirona Dental Systems Inc. (b)	95,899,382
	Diversified Companies (12.6%)	
2,998	Berkshire Hathaway Inc. – Class A (b)	620,286,200
2,504,804	Berkshire Hathaway Inc. – Class B (b)	346,013,625
		<u>966,299,825</u>
	Diversified Manufacturing (0.8%)	
761,792	Danaher Corporation	57,880,956
	Electrical & Mechanical Systems (0.4%)	
771,799	EMCOR Group Inc.	30,841,088
	Electronic Manufacturing Services (0.5%)	
1,270,244	Trimble Navigation Limited (b)	38,742,442
	Flooring Products (2.0%)	
1,140,877	Mohawk Industries, Inc. (b)	153,813,037
	Freight Transportation (0.0%)	
77,653	Expeditors International, Inc.	3,151,159
	Healthcare (20.6%)	
527,122	Perrigo Company plc (Ireland)	79,168,453
11,281,224	Valeant Pharmaceuticals International Inc. (Canada) (b)	1,480,096,589
460,615	West Pharmaceutical Services, Inc.	19,274,327
19,932	Zoetis, Inc.	736,487
		<u>1,579,275,856</u>

Sequoia Fund, Inc.
Schedule of Investments (Continued)
September 30, 2014
(Unaudited)

<u>Shares</u>		<u>Value (a)</u>
	Industrials & Construction Supplies (5.1%)	
8,712,162	Fastenal Company	\$ 391,176,074
	Industrial Gases (1.2%)	
685,180	Praxair, Inc.	88,388,220
	Industrial Machinery (0.9%)	
3,500,367	IMI plc (United Kingdom)	69,797,380
	Information Processing (2.9%)	
2,974,345	MasterCard Inc.	219,863,582
	Insurance Brokers (0.5%)	
1,119,143	Brown & Brown Inc.	35,980,447
	Internet Software & Services (2.5%)	
161,452	Google Inc. – Class A (b)	94,999,971
161,452	Google Inc. – Class C (b)	93,215,927
		<u>188,215,898</u>
	Investment Banking & Brokerage (1.0%)	
432,800	The Goldman Sachs Group Incorporated	79,449,096
	IT Consulting & Other Services (1.1%)	
464,967	International Business Machines Corp.	88,264,686
	Precision Instruments (1.1%)	
837,443	Waters Corporation (b)	83,007,350
	Property and Casualty Insurance (0.7%)	
31,041	Admiral Group plc (United Kingdom)	645,629
4,915,535	Hiscox Ltd. (Bermuda)	50,203,243
20,894	Verisk Analytics, Inc. – Class A (b)	1,272,236
		<u>52,121,108</u>
	Retailing (9.9%)	
39,465	Costco Wholesale Corporation	4,945,754
848,687	Tiffany & Co.	81,737,045
10,208,405	TJX Companies, Inc.	604,031,324
890,120	Wal-Mart Stores, Inc.	68,067,476
		<u>758,781,599</u>
	Specialty Chemicals (0.7%)	
1,527,051	Croda International plc (United Kingdom)	50,823,307
	Transportation Services (1.7%)	
3,234,324	World Fuel Services Corp.	129,114,214
	Veterinary Diagnostics (3.0%)	
1,969,714	Idexx Laboratories Inc. (b)	232,091,401
	Miscellaneous Securities (3.6%) (c)	276,682,202
	Total Common Stocks (Cost \$2,511,310,343)	<u>\$6,738,137,883</u>

Sequoia Fund, Inc.
Schedule of Investments (Continued)
September 30, 2014
(Unaudited)

U.S. Government Obligations (12.1%)

<u>Principal Amount</u>		<u>Value (a)</u>
\$924,014,000	U.S. Treasury Bills, 0.005% – 0.030% due 10/9/2014 through 11/28/2014	\$ 924,010,925
	Total U.S. Government Obligations (COST \$924,010,925)	\$ 924,010,925
	Total Investments (100.0%) (COST \$3,435,321,268) ++	<u>\$7,662,148,808</u>

Summary

Common Stocks	87.9%	\$6,738,137,883
U.S. Government Obligations	12.1%	924,010,925
Net Cash & Receivables	0.00%	33,735
Net Assets		<u>\$7,662,182,543</u>
Number of Shares Outstanding		34,673,820
Net Asset Value Per Share		\$ 220.98

++ The cost for federal income tax purposes is identical. At September 30, 2014, the aggregate gross tax basis unrealized appreciation and depreciation of securities were \$4,261,073,433 and \$34,245,893, respectively.

(a) Securities traded on a national securities exchange are valued at the last reported sales price on the principal exchange on which the security is listed on the last business day of the period; securities traded in the over-the-counter market are valued in accordance with NASDAQ Official Closing Price on the last business day of the period; securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the mean between the last reported bid and asked prices.

Securities traded on a foreign exchange are valued at the Official Closing Price on the last business day of the period on the principal exchange on which the security is primarily traded. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at the close of the New York Stock Exchange on that day.

U.S. Treasury Bills with remaining maturities of sixty days or less are valued at their amortized cost. U.S. Treasury Bills purchased having a remaining maturity in excess of sixty days are stated at their discounted value based upon the mean between the bid and asked discount rates until the sixtieth day prior to maturity, at which point they are valued at amortized cost.

When reliable market quotations are insufficient or not readily available at time of valuation or when the Investment Adviser determines that the prices or values available do not represent the fair value of a security, such security is valued as determined in good faith by the Investment Adviser, in conformity with guidelines adopted by and subject to review by the Board of Directors.

Purchases and sales of foreign portfolio securities are translated into U.S. dollars at the rates of exchange prevailing when such securities are acquired or sold.

(b) Non-income producing.

(c) "Miscellaneous Securities" include holdings that have been held for not more than one year and have not previously been publicly disclosed.

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below:

- Level 1 – quoted prices in active markets for identical securities
- Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. During the period ended September 30, 2014, there were no significant transfers into and out of Level 1 and 2 measurements in the fair value hierarchy. There were no Level 3 securities held in the Fund during the period ended September 30, 2014.

The following is a summary of the inputs used to value the Fund's investments as of September 30, 2014:

Valuation Inputs	Common Stocks	U.S. Government Obligations	Total
Level 1 – Quoted Prices	\$6,738,137,883		\$6,738,137,883
Level 2 – Other Significant Observable Inputs	—	\$924,010,925	924,010,925
Total	\$6,738,137,883	\$924,010,925	\$7,662,148,808

Other information

Please consider the investment objectives, risks and charges and expenses of the Fund carefully before investing. The Fund's prospectus contains this and other information about the Fund. You may obtain year to date performance as of the most recent month end, and a copy of the prospectus by calling 1-800-686-6884, or on the Fund's website at <http://www.sequoiafund.com>. 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 Inc. and is a member of FINRA. 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.

The Fund may be offered only to persons in the United States and by way of a prospectus. This should not be considered a solicitation or offering of any product or service to investors residing outside of the United States.

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. Form N-Q is available on the SEC's web site at <http://www.sec.gov>. The Fund's Form N-Q may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. For information regarding the operation of the SEC's Public Reference Room, call 1-800-SEC-0330. For a complete list of the Fund's portfolio holdings, view the most recent quarterly, semiannual or annual report on Sequoia Fund's web site at <http://www.sequoiafund.com/fund-reports.htm>.

You may obtain a description of the Fund's proxy voting policies and procedures, and information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, without charge. Visit Sequoia Fund's web site at www.sequoiafund.com and use the "Shareholder Information" link to obtain all proxy information. This information may also be obtained from the Securities and Exchange Commission's web site at www.sec.gov or by calling DST Systems, Inc. at (800) 686-6884.

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Website: www.sequoiafund.com

DIRECTORS

Robert D. Goldfarb
David M. Poppe
Edward Lazarus
Roger Lowenstein
C. William Neuhauser
Sharon Osberg, Chairperson of the Board
Robert L. Swiggett

OFFICERS

Robert D. Goldfarb — President
David M. Poppe — Executive Vice President
Todd G. Ruoff — Executive Vice President & Secretary
Paul J. Greenberg — Treasurer
Michael Sloyer — Chief Compliance Officer
Michael Valenti — Assistant Secretary

INVESTMENT ADVISER

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DISTRIBUTOR

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REGISTRAR AND SHAREHOLDER SERVICING AGENT

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