

Clipper Fund

March 31, 2023

Long-Term Capital Appreciation¹

Clipper Fund is a large cap domestic equity fund that uses our time-tested investment discipline to build and preserve wealth.

Why Invest in Clipper Fund

- Equity-Focused Research Firm:**
 Established in 1969, Davis Advisors is a leading specialist in equity investing. Our primary focus on equity research and unique investment discipline has built wealth for our clients over the long term.
- Portfolio of Best of Breed Businesses:**
 Utilizing rigorous independent research, we invest in durable, well-managed businesses with sustainable competitive advantages and attractive long-term growth prospects selling at a discount to their true value.
- Flexible, Opportunistic Approach:**
 We believe a bottom-up stock selection process and not mirroring the benchmark index are keys to long-term outperformance.
- We Are One of the Largest Shareholders:** We have a unique commitment to stewardship, generating attractive long-term results, managing risks and minimizing fees.

Undervalued. Attractive Growth. Selective.²

		Fund	Index
Undervalued	P/E (Forward)	10.6x	18.1x
Attractive Growth	EPS Growth (5 Year)	12.1%	9.7%
Selective	Holdings	28	503

Experienced Management

Chris Davis, 34 years with Davis Advisors
 Danton Goei, 24 years with Davis Advisors

Our Investment Alongside Our Shareholders

We have more than \$2 billion invested in Davis Strategies and Funds.³

Fund Facts

Davis Advisors Management Date	1/1/06
Inception Date	2/29/84
Total Net Assets	\$906.4 million
Active Share	88%

Symbol

Clipper Fund	CFIMX
--------------	-------

Lower Expenses

Expense Ratio vs. Lipper Category Average ⁴	0.71% vs. 0.89%
--	-----------------

Top 10 Holdings

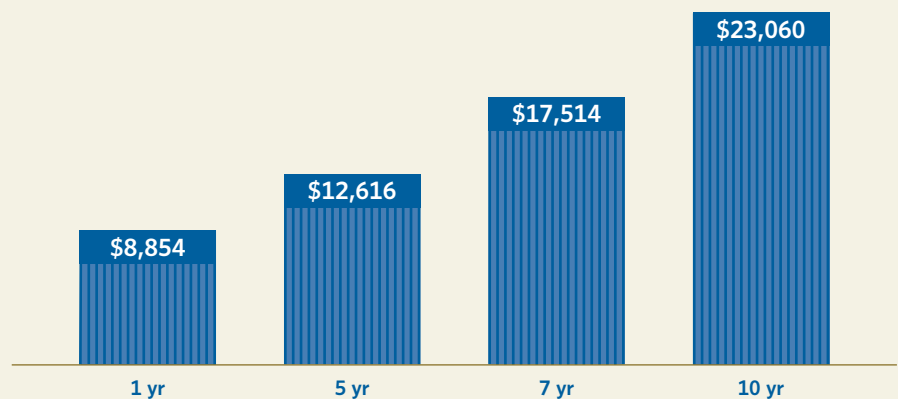
	Fund	Index
Berkshire Hathaway	11.0%	1.6%
Alphabet	9.4	3.4
Meta Platforms	9.3	1.4
Wells Fargo	7.4	0.4
Markel	6.1	—
Capital One Financial	6.0	0.1
Bank of New York Mellon	5.6	0.1
Amazon.com	5.3	2.7
Applied Materials	3.8	0.3
U.S. Bancorp	3.7	0.2

Sectors

	Fund	Index
Financials	52.1%	12.9%
Communication Services	18.9	8.1
Consumer Discretionary	8.5	10.1
Health Care	8.2	14.2
Information Technology	7.5	26.1
Industrials	2.6	8.7
Materials	2.2	2.6
Consumer Staples	—	7.2
Energy	—	4.6
Utilities	—	2.9
Real Estate	—	2.6

Wealth Over the Long Term⁵

\$10,000 Hypothetical Investment



The average annual total returns for Clipper Fund for periods ending March 31, 2023 are: 1 year, -11.46%; 5 years, 4.76%; and 10 years, 8.71%. The performance presented represents past performance and is not a guarantee of future results. Total return assumes reinvestment of dividends and capital gain distributions. Investment return and principal value will vary so that, when redeemed, an investor's shares may be worth more or less than their original cost. For most recent month-end performance, visit clipperfund.com or call 800-432-2504. Current performance may be lower or higher than the performance quoted. The total annual operating expense ratio as of the most recent prospectus was 0.71%. The total annual operating expense ratio may vary in future years.

1. In addition to capital growth, the Fund also seeks capital preservation as part of its investment objective. There is no guarantee that the Fund will meet its investment objective. **2.** The Attractive Growth and Undervalued reference in this piece relates to underlying characteristics of the Fund's holdings. There is no guarantee that the Fund's performance will be positive as equity markets are volatile and an investor may lose money. **Past performance is not a guarantee of future returns.** Five-year EPS Growth Rate (5-year EPS) is the average annualized earnings per share growth for a company over the past 5 years. The values shown are the weighted average of the 5-year EPS of the stocks in the Fund or Index. Approximately 1.01% of the assets of the Fund are not accounted for in the calculation of 5-year EPS as relevant information on certain companies is not available to the Fund's data provider. Forward Price/Earnings (Forward P/E) Ratio is a stock's price at the date indicated divided by the company's forecasted earnings for the following 12 months based on estimates provided by the data provider. These values for both the Fund and the Index is the weighted average of the stocks in the Fund or Index. **3.** Includes Davis Advisors, Davis family and Foundation, our employees, and Fund trustees. As of 12/31/22. **4.** Net expenses. As of most recent prospectus. The Fund is categorized by Lipper as Large-Cap Value. **5.** Based on a hypothetical \$10,000 investment in the Fund. **Past performance is not a guarantee of future results.**

This material is authorized for use by existing shareholders. A current Clipper Fund prospectus must accompany or precede this piece if it is distributed to prospective shareholders. You should carefully consider the Fund's investment objective, risks, fees, and expenses before investing. Read the prospectus carefully before you invest or send money.

The Fund generally uses Global Industry Classification Standard ("GICS") as developed by Morgan Stanley Capital International and Standard & Poor's Corporation to determine industry classification. GICS presents industry classification as a series of levels (i.e. sector, industry group, industry, and sub-industry).

Clipper Fund was managed from inception, 2/29/84, until 12/31/05 by another Adviser. Davis Selected Advisers, L.P. took over management of the Fund on 1/1/06.

Clipper Fund has adopted a Portfolio Holdings Disclosure policy that governs the release of non-public portfolio holding information. This policy is described in the statement of additional information. Visit clipperfund.com or call 800-432-2504 for the most current public portfolio holdings information.

Objective and Risks. Clipper Fund's investment objective is long-term capital growth and capital preservation. There can be no assurance that the Fund will achieve its objective. Some important risks of an investment in the Fund are: **common stock risk:** an adverse event may have a negative impact on a company and could result in a decline in the price of its common stock; **depository receipts risk:** depository receipts may trade at a discount (or premium) to the underlying security and may be less liquid than the underlying securities listed on an exchange; **fees and expenses risk:** the Fund may not earn enough through income and capital appreciation to offset the operating expenses of the Fund; **financial services risk:** investing a significant portion of assets in the financial services sector may cause the Fund to be more sensitive to systemic risk, regulatory actions, changes in interest rates, non-diversified loan portfolios, credit, and competition; **focused portfolio risk:** investing in a limited number of companies causes changes in the value of a single security to have a more significant

effect on the value of the Fund's total portfolio; **foreign country risk:** foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified; As of 3/31/23, the Fund had approximately 15.5% of assets invested in foreign companies; **foreign currency risk:** the change in value of a foreign currency against the U.S. dollar will result in a change in the U.S. dollar value of securities denominated in that foreign currency; **headline risk:** the Fund may invest in a company when the company becomes the center of controversy. The company's stock may never recover or may become worthless; **large-capitalization companies risk:** companies with \$10 billion or more in market capitalization generally experience slower rates of growth in earnings per share than do mid- and small-capitalization companies; **manager risk:** poor security selection may cause the Fund to underperform relevant benchmarks; **mid- and small-capitalization companies risk:** companies with less than \$10 billion in market capitalization typically have more limited product lines, markets and financial resources than larger companies, and may trade less frequently and in more limited volume; and **stock market risk:** stock markets have periods of rising prices and periods of falling prices, including sharp declines. See the prospectus for a complete description of the principal risks.

The S&P 500 Index is an unmanaged index of 500 selected common stocks, most of which are listed on the New York Stock Exchange. The Index is adjusted for dividends, weighted towards stocks with large market capitalizations and represents approximately two-thirds of the total market value of all domestic common stocks. Investments cannot be made directly in an index.

After 7/31/23, this piece must be accompanied by a supplement containing performance data for the most recent calendar quarter.



**Portfolio Manager
VIDEOS**

Davis Distributors, LLC
2949 East Elvira Road, Suite 101, Tucson, AZ 85756
800-432-2504, clipperfund.com

Item #4126 3/23