

# SECURITIES AND EXCHANGE COMMISSION

## FORM N-CSRS

Certified semi-annual shareholder report of registered management investment companies filed on  
Form N-CSR

Filing Date: **2008-08-29** | Period of Report: **2008-06-30**  
SEC Accession No. **0001193125-08-187715**

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### FILER

#### TIMOTHY PLAN

CIK: **916490** | IRS No.: **597016828** | State of Incorporation: **DE** | Fiscal Year End: **1231**  
Type: **N-CSRS** | Act: **40** | File No.: **811-08228** | Film No.: **081049130**

Mailing Address  
1055 MAITLAND CENTER  
COMMONS  
MAITLAND FL 32759

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1055 MAITLAND CENTER  
COMMONS  
MAITLAND FL 32759  
4076441986

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

**FORM N-CSR**

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT  
INVESTMENT COMPANIES**

Investment Company Act file number 811-08228

The Timothy Plan

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(Exact name of registrant as specified in charter)

The Timothy Plan  
1055 Maitland Center Commons  
Maitland, FL 32751

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(Address of principal executive offices)(Zip code)

William Murphy  
Unified Fund Services, Inc.  
2960 N. Meridian St, Ste 300.  
Indianapolis, IN 46208

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(Name and address of agent for service)

Registrant' s telephone number, including area code: 800-846-7526

Date of fiscal year end: 12/31

Date of reporting period: 06/30/2008

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

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**Item 1. Reports to Stockholders.**

The Registrant's audited annual financial reports transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940 are as follows:



**SEMI-ANNUAL REPORT**

JUNE 30, 2008-(Unaudited)

TIMOTHY PLAN FAMILY OF FUNDS:

- |                           |                          |
|---------------------------|--------------------------|
| Small Cap Value Fund      | Strategic Growth Fund    |
| Large/Mid Cap Value Fund  | Conservative Growth Fund |
| Fixed Income Fund         | Money Market Fund        |
| Aggressive Growth Fund    | High Yield Bond Fund     |
| Large/Mid Cap Growth Fund | International Fund       |

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## LETTER FROM THE PRESIDENT

June 30, 2008

**ARTHUR D. ALLY**

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Dear Shareholder:

To say that the first half of 2008 has been an investment performance roller coaster would be a dramatic understatement. We witnessed a very negative first quarter (January - March) followed by two very positive months (April and May) which brought nearly all our funds either back into positive territory year-to-date or very close to it. Of course, that was followed by another very negative month (June).

The question most of you probably have is, "What is causing all this volatility and when, if ever, will it end?" After consulting with our various money managers, I would like to share their view and perspective on the main culprits:

Oil Prices.

Although the impact has spread throughout our economy, our managers believe these price levels are unsustainable and that we should see prices come down before this year is over.

Sub-Prime Mortgages.

While this problem is far from over, they believe financial stocks have become too cheap and have yet to reflect the benefits of lower interest rates. It generally takes 12 to 18 months for rate cuts to reflect their positive impact and financial stocks (in particular) normally begin to move up in price 6 months in advance of that impact.

Weak U.S. Dollar.

Granted, we have not yet seen the positive impact this typically has had on our economy due to increased exports, nevertheless, our managers expect to see this happen in the reasonably near future.

Although our managers believe the markets will remain choppy near-term as a result of the above issues, they fully expect the bias will be upward between now and year-end. Of course, there is no guarantee that this will be the case, but the overall strength of our economy along with historically low interest rates and unemployment rates gives us a lot of confidence.

Regardless of the economic issues, we remain steadfast in our mission to provide a family of competitive mutual fund investment vehicles while continuing to honor our commitment to morally responsible investing.

Thank you for joining us in this endeavor and for being part of the Timothy Plan family.

Sincerely,

/s/ Arthur D. Ally,

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Arthur D. Ally,  
President

Letter From The President [1]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN SMALL CAP VALUE FUND****FUND PROFILE** (unaudited):

	<b>Top Ten Holdings</b> (% of Net Assets)		<b>Industries</b> (% of Net Assets)
Timothy Money Market Fund	8.98 %	Industrials	22.65 %
NATCO Group, Inc.	2.54 %	Financials	22.01 %
Diamond Foods, Inc.	2.52 %	Energy	16.74 %
Northwest Pipe Co.	2.46 %	Consumer Discretionary	11.49 %
Marcus Corp.	2.39 %	Short-Term Investments	8.98 %
Markwest Energy Partners LP	2.37 %	Information Technology	8.84 %
OceanFreight, Inc.	2.37 %	Consumer Staples	6.08 %
A.O. Smith Corp.	2.37 %	Health Care	2.30 %
Matrix Service Co.	2.34 %	Utilities	2.30 %
Arlington Tankers, Ltd.	2.33 %	Materials	2.23 %
	<u>30.67%</u>	Liabilities in Excess of Other Assets	<u>(3.62 )%</u>
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [2]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN SMALL CAP VALUE FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 950.26	\$ 6.86
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,017.83	\$ 7.10
<b>Actual - Class B</b>	\$ 1,000.00	\$ 946.25	\$ 10.48
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,014.09	\$ 10.85
<b>Actual - Class C</b>	\$ 1,000.00	\$ 946.61	\$ 10.48
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,014.10	\$ 10.84

\* Expenses are equal to the Fund's annualized expense ratio of 1.41% for Class A, 2.17% for Class B, and 2.17% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (4.97)% for Class A, (5.38)% for Class B, and (5.34)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [3]



**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 81.02%**number of shares

		<u>market value</u>
<b>AEROSPACE/DEFENSE - 4.32%</b>		
41,500	Moog, Inc. - Class A *	\$1,545,460
32,000	Teledyne Technologies, Inc. *	1,561,280
		<u>3,106,740</u>
<b>BUILDING &amp; CONSTRUCTION - MISCELLANEOUS - 2.13%</b>		
35,000	Layne Christensen Co. *	1,532,650
<b>COMMERCIAL BANKS - CENTRAL U.S. - 1.11%</b>		
50,026	Texas Capital Bancshares, Inc. *	800,416
<b>COMMERCIAL BANKS - EASTERN U.S. - 0.88%</b>		
47,600	National Penn Bancshares, Inc.	632,128
<b>COMMERCIAL BANKS - SOUTHERN US - 1.07%</b>		
33,600	United Bankshares, Inc.	771,120
<b>COMMERCIAL BANKS - WESTERN US - 3.24%</b>		
67,700	Nara Bancorp, Inc.	726,421
33,285	SVB Financial Group *	1,601,341
		<u>2,327,762</u>
<b>COMPUTER SERVICES - 2.20%</b>		
75,400	SI International, Inc. *	1,578,876
<b>CONSUMER PRODUCTS - MISCELLANEOUS - 2.22%</b>		
46,600	Tupperware Brands Corp.	1,594,652
<b>COSMETICS &amp; TOILETRIES - 1.24%</b>		
33,900	Alberto-Culver Co.	890,553
<b>DIVERSIFIED MANUFACTURING OPERATIONS - 2.37%</b>		
51,800	A.O. Smith Corp.	1,700,594
<b>ELECTRIC UTILITIES - 2.30%</b>		
70,900	Cleco Corp.	1,654,097
<b>ELECTRONIC COMPONENTS - MISCELLANEOUS - 2.25%</b>		
99,200	Benchmark Electronics, Inc. *	1,620,928
<b>ENTERPRISE SOFTWARE/SERVICES - 2.27%</b>		
33,900	ManTech International Corp. - Class A *	1,631,268
<b>FINANCE - INVESTMENT BANKER/BROKER - 2.21%</b>		
46,200	Stifel Financial Corp. *	1,588,818
<b>FOOD - MISCELLANEOUS/DIVERSIFIED - 4.84%</b>		
78,700	Diamond Foods, Inc.	1,813,248
60,702	J & J Snack Foods Corp.	1,663,842
		<u>3,477,090</u>

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [4]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 81.02%** (continued)

<u>number of shares</u>		<u>market value</u>
	<b>HOTELS &amp; MOTELS - 4.71%</b>	
114,900	Marcus Corp.	\$1,717,755
38,400	Orient-Express Hotels, Ltd. - Class A	1,668,096
		<u>3,385,851</u>
	<b>INDUSTRIAL AUTOMATION/ROBOTICS - 2.22%</b>	
51,600	Hurco Companies, Inc. *	1,593,924
	<b>INTIMATE APPAREL - 2.27%</b>	
37,000	The Warnaco Group, Inc. *	1,630,590
	<b>MACHINERY - GENERAL INDUSTRY - 2.25%</b>	
36,900	The Middleby Corp. *	1,620,279
	<b>MEDICAL - OUTPATIENT/HOME MEDICINE - 2.30%</b>	
86,900	Gentiva Health Care Services, Inc. *	1,655,445
	<b>METAL PROCESSORS &amp; FABRICATORS - 2.28%</b>	
31,900	Kaydon Corp.	1,639,979
	<b>NON-FERROUS METALS - 2.23%</b>	
45,000	RTI International Metals, Inc. *	1,602,900
	<b>OFFICE FURNISHINGS - ORIGINAL - 2.26%</b>	
133,600	Knoll, Inc.	1,623,240
	<b>OIL COMPANY - EXPLORATION &amp; PRODUCTION - 1.28%</b>	
12,200	Penn Virginia Corp.	920,124
	<b>OIL FIELD MACHINERY &amp; EQUIPMENT - 2.54%</b>	
33,500	NATCO Group, Inc. *	1,826,755
	<b>OIL - FIELD SERVICES - 3.60%</b>	
73,000	Matrix Services Co. *	1,683,380
14,300	Oil States International, Inc. *	907,192
		<u>2,590,572</u>
	<b>OIL &amp; GAS DRILLING - 2.32%</b>	
37,050	Atlas America, Inc.	1,669,102
	<b>PROPERTY/CASUALTY INSURANCE - 2.29%</b>	
113,500	SeaBright Insurance Holdings *	1,643,480
	<b>REINSURANCE - 2.25%</b>	
61,000	IPC Holdings, Ltd.	1,619,550
	<b>RETAIL - APPAREL/SHOES - 2.30%</b>	
52,700	Aeropostale, Inc. *	1,651,091
	<b>SEMICONDUCTOR EQUIPMENT - 2.12%</b>	
69,700	MKS Instruments, Inc. *	1,526,430
	<b>STEEL PIPE &amp; TUBE - 2.46%</b>	
31,700	Northwest Pipe Co. *	1,768,860

The accompanying notes are an integral part of these financial statements.  
The Timothy Small Cap Value Fund [5]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 81.02%** (continued)number of sharesmarket value**TRANSPORT - MARINE - 4.69%**

72,100

Arlington Tankers, Ltd.

\$1,674,162

73,400

OceanFreight, Inc.

1,700,678

3,374,840**Total Common Stocks** (cost \$58,438,258)58,250,704**MASTER LIMITED PARTNERSHIPS - 4.66%**number of sharesmarket value

47,700

MarkWest Energy Partners LP

\$1,702,890

71,490

Targa Resource Partners LP

1,647,845

**Total Master Limited Partnerships** (cost \$1,751,315)3,350,735**REITs - 8.96%**number of sharesmarket value**DIVERSIFIED - 2.26%**

119,400

Lexington Realty Trust

\$1,627,422**MANUFACTURED HOMES - 2.25%**

36,800

Equity Lifestyle Properties, Inc.

1,619,200**PAPER & RELATED PRODUCTS - 2.23%**

35,500

Potlatch Corp.

1,601,760**WAREHOUSE/INDUSTRIAL - 2.22%**

192,700

DCT Industrial Trust, Inc.

1,595,556

**Total REITs** (cost \$7,110,583)

6,443,938

**SHORT TERM INVESTMENTS - 8.98%**number of sharesmarket value

6,459,375

Timothy Plan Money Market Fund, 1.53% (A) (B)

\$6,459,375

**Total Short Term Investments** (cost \$6,459,375)

6,459,375

**TOTAL INVESTMENTS** (cost \$73,759,531) - **103.62%****\$74,504,752****LIABILITIES IN EXCESS OF OTHER ASSETS - (3.62)%****(2,603,195)****NET ASSETS - 100.00%****\$71,901,557**

\* Non-income producing securities.

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [6]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$67,300,156) [NOTE 1]	\$68,045,377
Investments in Affiliated Securities at Value (cost \$6,459,375) [NOTE 1]	6,459,375
Receivables for:	
Fund Shares Sold	232,682
Interest	8,624
Dividends	59,224
Prepaid Expenses	<u>15,505</u>
<b>Total Assets</b>	<b><u><u>\$74,820,787</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$2,709,205
Payable for Fund Shares Redeemed	100,879
Accrued Advisory Fees	52,410
Accrued 12b-1 Fees Class A	12,817
Accrued 12b-1 Fees Class B	5,505

Accrued 12b-1 Fees Class C	4,886
Accrued Expenses	<u>33,528</u>
<b>Total Liabilities</b>	<b><u>\$2,919,230</u></b>
<b>NET ASSETS</b>	
	<u>amount</u>
Class A Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 4,755,034 shares outstanding)	\$59,947,406
Net Asset Value and Redemption Price Per Class A Share (\$59,947,406 / 4,755,034 shares)	\$12.61
Offering Price Per Share (\$12.61 / 0.945)	\$13.34
Class B Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 573,646 shares outstanding)	\$6,360,289
Net Asset Value and Offering Price Per Class B Share (\$6,360,289 / 573,646 shares)	\$11.09
Minimum Redemption Price Per Class B Share (\$11.09 * 0.98)	\$10.87
Class C Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 500,823 shares outstanding)	\$5,593,862
Net Asset Value and Offering Price Per Class C Share (\$5,593,862 / 500,823 shares)	\$11.17
Minimum Redemption Price Per Share (\$11.17 * 0.99)	<u>\$11.06</u>

**Net Assets****\$71,901,557****SOURCES OF NET ASSETS**

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$73,445,512
Accumulated Undistributed Net Investment Income (Loss)	65,585
Accumulated Undistributed Net Realized Gain (Loss) on Investments	(2,354,761)
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>745,221</u>
<b>Net Assets</b>	<b><u>\$71,901,557</u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Small Cap Value Fund [7]



**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$60,080
Dividends	<u>562,826</u>
<b>Total Investment Income</b>	<b><u>622,906</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	306,770
12b-1 Fees (Class A = \$74,583, Class B = \$33,658, Class C = \$28,916) [NOTE 3]	137,157
Fund Accounting, Transfer Agency, & Administration Fees	61,299
Registration Fees	14,919
Custodian Fees	8,951
Audit Fees	7,096
Miscellaneous Expense	6,567
Printing Expense	4,913
CCO Fees	3,131
Trustee Fees	2,785

Insurance Expense	2,133
Legal Expense	<u>1,600</u>
<b>Total Net Expenses</b>	<b><u>557,321</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>65,585</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b>amount</b>
Capital Gain Dividends from REIT' s	62,842
Net Realized Gain (Loss) on Unaffiliated Investments	(2,387,008)
Change in Unrealized Appreciation/Depreciation of Investments	<u>(1,625,354)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(3,949,520)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u>\$(3,883,935)</u></b>

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [8]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$65,585	\$78,768
Capital Gain Dividends from REIT' s	62,842	168,117
Net Realized Gain (Loss) on Investments	(2,387,008 )	10,221,870
Net Change in Unrealized Appreciation/Depreciation of Investments	<u>(1,625,354 )</u>	<u>(7,505,450 )</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(3,883,935 )</u>	<u>2,963,305</u>
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	-	(121,858 )
Class B	-	-
Class C	-	-
Net Capital Gains:		
Class A	-	(8,305,482 )
Class B	-	(1,106,005 )

Class C	-	(932,321 )
Total Distributions	-	(10,465,666)
<b>Capital Share Transactions:</b>		
<b>Proceeds from Shares Sold:</b>		
Class A	6,017,598 *	18,486,727 **
Class B	9,704	62,488
Class C	512,387	3,383,795
<b>Dividends Reinvested:</b>		
Class A	-	8,131,543
Class B	-	1,032,903
Class C	-	868,022
<b>Cost of Shares Redeemed:</b>		
Class A	(5,432,612 )	(24,191,844)
Class B	(635,839 )*	(4,906,273 )**
Class C	(921,941 )	(1,029,804 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	(450,703 )	1,837,557
Total Increase (Decrease) in Net Assets	(4,334,638 )	(5,664,804 )

**Net Assets:**

Beginning of period	<u>76,236,195</u>	<u>81,900,999</u>
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End of period	<u><u>\$71,901,557</u></u>	<u><u>\$76,236,195</u></u>
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Accumulated Undistributed Net Investment Income	<u>\$65,585</u>	<u>\$-</u>
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**Shares of Capital Stock of the Fund Sold and Redeemed:**

## Shares Sold:

Class A	471,751	*	1,172,591	**
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Class B	842		4,292	
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Class C	45,345		236,102	
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## Shares Reinvested:

Class A	-		622,152	
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Class B	-		89,506	
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Class C	-		74,699	
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## Shares Redeemed:

Class A	(427,769	)	(1,508,848	)
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Class B	(56,298	)*	(335,637	)**
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Class C	<u>(81,771</u>	<u>)</u>	<u>(72,154</u>	<u>)</u>
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Net Increase (Decrease) in Number of Shares Outstanding

(47,900 )

282,703

- \* Includes automatic conversion of Class B shares (\$54,856 representing 4,594 shares) to Class A shares (\$54,856 representing 4,042 shares).
- \*\* Includes automatic conversion of Class B shares (\$3,722,878 representing 252,808 shares) to Class A shares (\$3,722,878 representing 227,751 shares).

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [9]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**SMALL CAP VALUE FUND - CLASS A SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 13.27</u>	<u>\$14.94</u>	<u>\$15.27</u>	<u>\$15.59</u>	<u>\$15.45</u>	<u>\$11.13</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.02	0.04	0.22	0.01 (A)	(0.04 )(A)	(0.07 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.68 )</u>	<u>0.36</u>	<u>2.77</u>	<u>(0.17 )</u>	<u>1.83</u>	<u>4.39</u>
Total from Investment Operations	<u>(0.66 )</u>	<u>0.40</u>	<u>2.99</u>	<u>(0.16 )</u>	<u>1.79</u>	<u>4.32</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(2.04 )	(3.10 )	(0.16 )	(1.65 )	-
Dividends from Net Investment Income	<u>-</u>	<u>(0.03 )</u>	<u>(0.22 )</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(2.07 )</u>	<u>(3.32 )</u>	<u>(0.16 )</u>	<u>(1.65 )</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$ 12.61</u>	<u>\$13.27</u>	<u>\$14.94</u>	<u>\$15.27</u>	<u>\$15.59</u>	<u>\$15.45</u>
Total Return (B)(C)	(4.97 )%(D)	2.87 %	19.69 %	(1.01 )%	11.60 %	38.81 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 59,947	\$62,525	\$66,097	\$49,008	\$42,542	\$34,185
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser

1.41	% <b>(E)</b>	1.44	%	1.52	%	1.56	%	1.48	%	1.71	%
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

1.41	% <b>(E)</b>	1.44	%	1.52	%	1.56	%	1.48	%	1.71	%
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Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser

0.31	% <b>(E)</b>	0.24	%	1.39	%	0.05	%	(0.30)	%)	(0.55)	%)
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

0.31	% <b>(E)</b>	0.24	%	1.39	%	0.05	%	(0.30)	%)	(0.55)	%)
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## Portfolio Turnover

46.03	%	59.84	%	148.02%	44.24	%	57.59	%	47.99	%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.  
The Timothy Small Cap Value Fund [10]



## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## SMALL CAP VALUE FUND - CLASS B SHARES

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 11.72</u>	<u>\$13.49</u>	<u>\$14.09</u>	<u>\$14.51</u>	<u>\$14.59</u>	<u>\$10.59</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.03 )	(0.08)	0.14	(0.10 )(A)	(0.15 )(A)	(0.16 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.60 )</u>	<u>0.35</u>	<u>2.50</u>	<u>(0.16 )</u>	<u>1.72</u>	<u>4.16</u>
Total from Investment Operations	<u>(0.63 )</u>	<u>0.27</u>	<u>2.64</u>	<u>(0.26 )</u>	<u>1.57</u>	<u>4.00</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(2.04)	(3.10 )	(0.16 )	(1.65 )	-
Dividends from Net Investment Income	-	-	(0.14 )	-	-	-
Total Distributions	<u>-</u>	<u>(2.04)</u>	<u>(3.24 )</u>	<u>(0.16 )</u>	<u>(1.65 )</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$ 11.09</u>	<u>\$11.72</u>	<u>\$13.49</u>	<u>\$14.09</u>	<u>\$14.51</u>	<u>\$14.59</u>
Total Return (B)(C)	(5.38 )%(D)	2.22 %	18.82 %	(1.77 )%	10.78 %	37.77 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 6,360	\$7,370	\$11,750	\$16,072	\$19,306	\$18,738
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser

2.17	%(E)	2.19 %	2.27 %	2.31 %	2.23 %	2.47 %
------	------	--------	--------	--------	--------	--------

After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

2.17	%(E)	2.19 %	2.27 %	2.31 %	2.23 %	2.47 %
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Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser

(0.44	%(E)	(0.57)%	0.69 %	(0.70 )%	(1.05 )%	(1.39 )%
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

(0.44	%(E)	(0.57)%	0.69 %	(0.70 )%	(1.05 )%	(1.39 )%
-------	------	---------	--------	----------	----------	----------

## Portfolio Turnover

46.03	%	59.84%	148.02%	44.24 %	57.59 %	47.99 %
-------	---	--------	---------	---------	---------	---------

(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [11]

## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## SMALL CAP VALUE FUND - CLASS C SHARES

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/06	year ended 12/31/ 05	period ended 12/31/ 04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$ 11.80</u>	<u>\$13.58</u>	<u>\$14.12</u>	<u>\$14.55</u>	<u>\$15.00</u>
Income from Investment Operations:					
Net Investment Income (Loss)	(0.03 )	(0.05 )	0.09	(0.10)(B)	(0.05 )(B)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.60 )</u>	<u>0.31</u>	<u>2.56</u>	<u>(0.17)</u>	<u>1.25</u>
Total from Investment Operations	<u>(0.63 )</u>	<u>0.26</u>	<u>2.65</u>	<u>(0.27)</u>	<u>1.20</u>
Less Distributions:					
Dividends from Realized Gains	-	(2.04 )	(3.10 )	(0.16)	(1.65 )
Dividends from Net Investment Income	<u>-</u>	<u>-</u>	<u>(0.09 )</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(2.04 )</u>	<u>(3.19 )</u>	<u>(0.16)</u>	<u>(1.65 )</u>
Net Asset Value at End of Period	<u>\$ 11.17</u>	<u>\$11.80</u>	<u>\$13.58</u>	<u>\$14.12</u>	<u>\$14.55</u>
Total Return (C)(D)	(5.34 )%(E)	2.13 %	18.80 %	(1.84)%	8.02 %(E)

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 5,594	\$6,341	\$4,054	\$2,258	\$1,442	
Ratio of Expenses to Average Net Assets:						
Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.17	%(F)	2.19 %	2.27 %	2.31 %	2.23 %(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.17	%(F)	2.19 %	2.27 %	2.31 %	2.23 %(F)
Ratio of Net Investment Income (Loss) to Average Net Assets:						
Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.44	%(F)	(0.47)%	0.61 %	(0.70)%	(1.05)%(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.44	%(F)	(0.47)%	0.61 %	(0.70)%	(1.05)%(F)
Portfolio Turnover	46.03	%	59.84%	148.02%	44.24%	57.59%

(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Small Cap Value Fund [12]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN LARGE / MID CAP VALUE FUND****FUND PROFILE** (unaudited):

	<b>Top Ten Holdings</b> (% of Net Assets)		<b>Industries</b> (% of Net Assets)
Timothy Money Market Fund	4.50 %	Financials	25.47 %
FlowsERVE Corp.	2.51 %	Energy	15.43 %
Murphy Oil Corp.	2.41 %	Information Technology	13.95 %
Occidental Petroleum Corp.	2.39 %	Industrials	12.57 %
Apache Corp.	2.35 %	Health Care	9.34 %
McDermott International, Inc.	2.25 %	Utilities	6.22 %
Dominion Resources, Inc.	2.24 %	Materials	5.89 %
Foster Wheeler, Ltd.	2.21 %	Consumer Discretionary	5.07 %
Genzyme Corp.	2.19 %	Short-Term Investments	4.50 %
Eaton Vance Corp.	2.19 %	Consumer Staples	3.68 %
	<u>25.24%</u>	Liabilities in Excess of Other Assets	<u>(2.12 )%</u>
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [13]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN LARGE / MID CAP VALUE FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 911.50	\$ 6.62
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,017.93	\$ 6.99
<b>Actual - Class B</b>	\$ 1,000.00	\$ 908.20	\$ 10.19
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,014.19	\$ 10.75
<b>Actual - Class C</b>	\$ 1,000.00	\$ 908.01	\$ 10.17
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,014.21	\$ 10.73

\* Expenses are equal to the Fund's annualized expense ratio of 1.39% for Class A, 2.15% for Class B, and 2.14% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (8.85)% for Class A, (9.18)% for Class B, and (9.20)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [14]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 90.09%**number of shares

		<u>market value</u>
	<b>AEROSPACE/DEFENSE - 1.81%</b>	
47,300	Rockwell Collins, Inc.	\$2,268,508
	<b>AGRICULTURAL CHEMICALS - 1.94%</b>	
15,900	CF Industries Holdings, Inc.	2,429,520
	<b>APPAREL MANUFACTURERS - 2.07%</b>	
36,300	VF Corp.	2,583,834
	<b>AUTO/TRUCK PARTS &amp; EQUIPMENT - ORIGINAL - 2.00%</b>	
56,200	BorgWarner, Inc.	2,494,156
	<b>BEVERAGES - NON-ALCOHOLIC - 1.77%</b>	
105,300	Dr Pepper Snapple Group, Inc. *	2,209,194
	<b>CABLE TV - 1.01%</b>	
47,700	Time Warner Cable, Inc. - Class A *	1,263,096
	<b>COMMERCIAL SERVICES - FINANCE - 1.93%</b>	
108,400	Total System Services, Inc.	2,408,648
	<b>COMPUTERS - INTEGRATED SYSTEMS - 1.97%</b>	
114,000	Jack Henry & Associates, Inc.	2,466,960
	<b>COSMETICS &amp; TOILETRIES - 1.92%</b>	
34,700	Colgate-Palmolive Co.	2,397,770
	<b>DIVERSIFIED MANUFACTURING OPERATIONS - 1.86%</b>	
59,000	Cooper Industries, Ltd. - Class A	2,330,500
	<b>ELECTRIC PRODUCTS - MISCELLANEOUS - 1.93%</b>	
48,700	Emerson Electric Co.	2,408,215
	<b>ELECTRIC - INTEGRATED - 6.22%</b>	
29,800	Constellation Energy Group, Inc.	2,446,580
58,900	Dominion Resources, Inc.	2,797,161
72,700	Southern Co.	2,538,684
		<u>7,782,425</u>
	<b>ELECTRONIC COMPONENTS - SEMICONDUCTORS - 2.04%</b>	
41,500	MEMC Electronic Materials, Inc. *	2,553,910
	<b>ENGINEERING/R&amp;D SERVICES - 4.45%</b>	
37,700	Foster Wheeler, Ltd. *	2,757,755
45,400	McDermott International, Inc. *	2,809,806
		<u>5,567,561</u>
	<b>ENTERPRISE SOFTWARE/SERVICES - 2.08%</b>	
72,300	BMC Software, Inc. *	2,602,800
	<b>FINANCE - INVESTMENT BANKER/BROKER - 1.95%</b>	
71,500	Lazard, Ltd. - Class A	2,441,725
	<b>INSURANCE BROKERS - 1.84%</b>	
73,300	Willis Group Holdings, Ltd.	2,299,421



The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Cap Value Fund [15]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 90.09%** (continued)number of shares

		<u>market value</u>
	<b>INTERNET INFRASTRUCTURE SOFTWARE - 2.01%</b>	
72,300	Akamai Technologies, Inc. *	\$2,515,317
	<b>INVESTMENT MANAGEMENT/ADVISORY SERVICES - 7.90%</b>	
13,000	BlackRock, Inc.	2,301,000
68,800	Eaton Vance Corp.	2,735,488
26,000	Franklin Resources, Inc.	2,382,900
102,300	Invesco, Ltd.	2,453,154
		<u>9,872,542</u>
	<b>MACHINERY - PUMPS - 2.51%</b>	
23,000	Flowserve Corp.	3,144,100
	<b>MEDICAL LABS &amp; TESTING SERVICES - 0.99%</b>	
17,800	Laboratory Corp. of America Holdings *	1,239,414
	<b>MEDICAL PRODUCTS - 4.13%</b>	
56,000	Covidien, Ltd.	2,681,840
36,500	Zimmer Holdings, Inc. *	2,483,825
		<u>5,165,665</u>
	<b>MEDICAL - BIOMEDICAL/GENETICS - 2.19%</b>	
38,000	Genzyme Corp. *	2,736,760
	<b>MEDICAL - WHOLESALE DRUG DISTRIBUTION - 2.03%</b>	
49,100	Cardinal Health, Inc.	2,532,578
	<b>METAL - DIVERSIFIED - 2.04%</b>	
21,800	Freeport-McMoRan Copper & Gold, Inc.	2,554,742
	<b>MULTI-LINE INSURANCE - 1.89%</b>	
43,000	ACE, Ltd.	2,368,870
	<b>OIL COMPANY - EXPLORATION &amp; PRODUCTION - 6.88%</b>	
21,100	Apache Corp.	2,932,900
33,200	Occidental Petroleum Corp.	2,983,352
39,200	XTO Energy, Inc.	2,685,592
		<u>8,601,844</u>
	<b>OIL COMPANY - INTEGRATED - 8.55%</b>	
26,600	ConocoPhillips	2,510,774
28,900	Exxon Mobil Corp.	2,546,957
50,600	Marathon Oil Corp.	2,624,622
30,700	Murphy Oil Corp.	3,010,135
		<u>10,692,488</u>
	<b>PROPERTY/CASUALTY INSURANCE - 0.94%</b>	
17,700	Arch Capital Group, Ltd. *	1,173,864
	<b>REINSURANCE - 1.80%</b>	
75,600	Axis Capital Holdings, Ltd.	2,253,636

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Cap Value Fund [16]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 90.09%** (continued)

<u>number of shares</u>		<u>market value</u>
<b>STEEL - SPECIALTY - 1.91%</b>		
40,200	Allegheny Technologies, Inc.	\$2,383,056
<b>SUPER-REGIONAL BANKS - US - 1.62%</b>		
79,000	Comerica, Inc.	2,024,770
<b>TELECOMMUNICATION EQUIPMENT - 1.90%</b>		
47,000	Harris Corp.	2,373,030
<b>Total Common Stocks</b> (cost \$102,950,743)		<u>112,656,959</u>

**MASTER LIMITED PARTNERSHIPS - 1.88%**

<u>number of shares</u>		<u>market value</u>
43,000	AllianceBernstein Holding LP	\$2,351,240
<b>Total Master Limited Partnerships</b> (cost \$2,554,768)		<u>2,351,240</u>

**REITs - 5.65%**

<u>number of shares</u>		<u>market value</u>
<b>REITS - HEALTHCARE - 1.95%</b>		
76,600	HCP, Inc.	\$2,436,646
<b>REITS - STORAGE - 2.03%</b>		
31,400	Public Storage	2,536,806
<b>REITS - WAREHOUSE/INDUSTRIAL - 1.67%</b>		

38,400

Prologis

2,087,040

**Total REITs** (cost \$7,598,111)

7,060,492

**SHORT-TERM INVESTMENTS - 4.50%**number of sharesmarket value

5,623,760

Timothy Plan Money Market Fund, 1.53% (A) (B)

\$5,623,760

**Total Short-Term Investments** (cost \$5,623,760)

5,623,760

**TOTAL INVESTMENTS** (cost \$118,727,382) - **102.12%****\$127,692,451****LIABILITIES IN EXCESS OF OTHER ASSETS - (2.12)%****(2,651,952 )****NET ASSETS - 100.00%****\$125,040,499**

\* Non-income producing securities.

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Cap Value Fund [17]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$113,103,622) [NOTE 1]	\$122,068,691
Investments in Affiliated Securities at Value (cost \$5,623,760) [NOTE 1]	5,623,760
Receivables for:	
Investments Sold	7,080,073
Fund Shares Sold	655,333
Interest	5,984
Dividends	209,565
Prepaid Expenses	<u>20,196</u>
<b>Total Assets</b>	<b><u><u>\$135,663,602</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$10,175,565
Payable for Fund Shares Redeemed	286,423
Accrued Advisory Fees	89,479

Accrued 12b-1 Fees Class A	22,398
Accrued 12b-1 Fees Class B	3,993
Accrued 12b-1 Fees Class C	11,686
Accrued Expenses	33,559
<b>Total Liabilities</b>	<b><u>\$447,538</u></b>
<b>NET ASSETS</b>	
	<b>amount</b>
Class A Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 7,565,115 shares outstanding)	\$106,761,069
Net Asset Value and Redemption Price Per Class A Share (\$106,761,069 / 7,565,115 shares)	\$14.11
Offering Price Per Share (\$14.11 / 0.945)	\$14.93
Class B Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 349,363 shares outstanding)	\$4,527,260
Net Asset Value and Offering Price Per Class B Share (\$4,527,260 / 349,363 shares)	\$12.96
Minimum Redemption Price Per Class B Share (\$12.96 * 0.98)	\$12.70
Class C Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 1,063,250 shares outstanding)	\$13,752,170

Net Asset Value and Offering Price Per Class C Share (\$13,752,170 / 1,063,250 shares)	\$12.93
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Minimum Redemption Price Per Share (\$12.93 * 0.99)	\$12.80
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<b>Net Assets</b>	<b><u>\$135,216,064</u></b>
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#### SOURCES OF NET ASSETS

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$113,098,862
Accumulated Undistributed Net Investment Income (Loss)	186,573
Accumulated Undistributed Net Realized Gain (Loss) on Investments	2,789,995
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>8,965,069</u>
<b>Net Assets</b>	<b><u>\$125,040,499</u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Cap Value Fund [18]



**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$53,043
Dividends	<u>1,046,427</u>
<b>Total Investment Income</b>	<b><u>1,099,470</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	514,611
12b-1 Fees (Class A = \$128,416, Class B = \$25,636, Class C = \$66,126) [NOTE 3]	220,178
Fund Accounting, Transfer Agency, & Administration Fees	102,736
Registration Fees	19,394
Custodian Fees	11,934
Audit Fees	11,889
Miscellaneous Expense	9,468
Printing Expense	8,359
CCO Fees	5,246

Trustee Expense	3,979
Legal Expense	2,555
Insurance Expense	2,548
<b>Total Net Expenses</b>	<b><u>912,897</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>186,573</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b><u>amount</u></b>
Capital Gain Dividends from REIT' s	75,602
Net Realized Gain (Loss) on Unaffiliated Investments	1,442,838
Change in Unrealized Appreciation/Depreciation of Investments	<u>(12,915,733)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(11,397,293)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(11,210,720)</u></u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Cap Value Fund [19]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$186,573	\$963,589
Capital Gain Dividends from REIT' s	75,602	94,669
Net Realized Gain (Loss) on Investments	1,442,838	9,372,484
Net Change in Unrealized Appreciation/Depreciation of Investments	<u>(12,915,733 )</u>	<u>6,232,108</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(11,210,720 )</u>	<u>16,662,850</u>
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	-	(974,907 )
Class B	-	(12,990 )
Class C	-	(62,881 )
Net Realized Gains:		
Class A	-	(6,755,829 )
Class B	-	(427,838 )

Class C	-	(894,168 )
Total Distributions	-	(9,128,613 )
<b>Capital Share Transactions:</b>		
Proceeds from Shares Sold:		
Class A	24,644,013 *	37,682,954 **
Class B	45,359	149,745
Class C	4,311,186	6,564,189
Dividends Reinvested:		
Class A	-	6,885,837
Class B	-	398,079
Class C	-	804,848
Cost of Shares Redeemed:		
Class A	(12,244,777 )	(31,613,048 )
Class B	(927,254 )*	(1,608,532 )**
Class C	(2,072,882 )	(1,328,079 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	<u>13,755,645</u>	<u>17,935,993</u>
Total Increase (Decrease) in Net Assets	<u>2,544,925</u>	<u>25,470,230</u>

**Net Assets:**

Beginning of period	<u>122,495,574</u>	<u>97,025,344</u>
End of period	<u><b>\$125,040,499</b></u>	<u><b>122,495,574</b></u>
Accumulated Undistributed Net Investment Income	<u>\$186,573</u>	<u>\$-</u>

**Shares of Capital Stock of the Fund Sold and Redeemed:**

## Shares Sold:

Class A	1,702,939 *	2,372,294 **
Class B	3,442	10,331
Class C	325,881	447,094

## Shares Reinvested:

Class A	-	453,612
Class B	-	28,434
Class C	-	57,613

## Shares Redeemed:

Class A	(844,887 )	(2,002,383 )
Class B	(70,772 )*	(109,857 )**
Class C	<u>(155,855 )</u>	<u>(89,822 )</u>

Net Increase (Decrease) in Number of Shares Outstanding

960,748

1,167,316

- \* Includes automatic conversion of Class B shares (\$464,070 representing 35,873 shares) to Class A shares (\$464,070 representing 32,991 shares).
- \*\* Includes automatic conversion of Class B shares (\$434,662 representing 29,227 shares) to Class A shares (\$434,662 representing 26,988 shares).

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Cap Value Fund [20]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP VALUE FUND - CLASS A SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$15.48</u>	<u>\$14.31</u>	<u>\$12.99</u>	<u>\$12.68</u>	<u>\$11.66</u>	<u>\$9.11</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.03	0.15	0.16	0.02 (A)	(0.01 )(A)	0.01 (A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(1.40 )</u>	<u>2.26</u>	<u>2.24</u>	<u>2.44</u>	<u>1.03</u>	<u>2.54</u>
Total from Investment Operations	<u>(1.37 )</u>	<u>2.41</u>	<u>2.40</u>	<u>2.46</u>	<u>1.02</u>	<u>2.55</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(1.08 )	(0.90 )	(2.15 )	-	-
Dividends from Net Investment Income	-	(0.16 )	(0.16 )	- *	-	-
Distributions from Return of Capital	-	-	(0.02 )	-	-	-
Total Distributions	<u>-</u>	<u>(1.24 )</u>	<u>(1.08 )</u>	<u>(2.15 )</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$14.11</u>	<u>\$15.48</u>	<u>\$14.31</u>	<u>\$12.99</u>	<u>\$12.68</u>	<u>\$11.66</u>

Total Return <b>(B)(C)</b>	(8.85 )%(D)	17.02 %	18.41 %	19.42 %	8.75 %	27.99 %
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**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$106,761	\$103,828	\$84,203	\$51,753	\$43,120	\$29,374
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.39	%(E)	1.44	%	1.51	%	1.55	%	1.52	%	1.64	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.39	%(E)	1.44	%	1.51	%	1.55	%	1.52	%	1.64	%
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Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	0.42	%(E)	0.99	%	1.20	%	0.15	%	(0.11)	)%	0.10	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	0.42	%(E)	0.99	%	1.20	%	0.15	%	(0.11)	)%	0.10	%
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Portfolio Turnover	26.88	%	47.52	%	52.16	%	129.22%	29.09	%	39.44	%
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\* Distribution amounted to less than 0.01 per share

(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Cap Value Fund [21]



**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP VALUE FUND - CLASS B SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/05	year ended 12/31/ 04	year ended 12/31/ 03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 14.27</u>	<u>\$13.26</u>	<u>\$12.10</u>	<u>\$12.02</u>	<u>\$11.14</u>	<u>\$8.77</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.03 )	0.04	0.05	(0.08 )(A)	(0.10)(A)	(0.06)(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(1.28 )</u>	<u>2.08</u>	<u>2.08</u>	<u>2.31</u>	<u>0.98</u>	<u>2.43</u>
Total from Investment Operations	<u>(1.31 )</u>	<u>2.12</u>	<u>2.13</u>	<u>2.23</u>	<u>0.88</u>	<u>2.37</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(1.08)	(0.90)	(2.15 )	-	-
Dividends from Net Investment Income	-	(0.03)	(0.05)	-	-	-
Distributions from Return of Capital	-	-	(0.02)	-	-	-
Total Distributions	<u>-</u>	<u>(1.11)</u>	<u>(0.97)</u>	<u>(2.15 )</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$ 12.96</u>	<u>\$14.27</u>	<u>\$13.26</u>	<u>\$12.10</u>	<u>\$12.02</u>	<u>\$11.14</u>

Total Return (B)(C)	(9.18 )%(D)	16.21%	17.54%	18.56 %	7.90 %	27.02%
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**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 4,527	\$5,945	\$6,470	\$6,496	\$5,642	\$5,257
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.15 )%(E)	2.19 %	2.26 %	2.30 %	2.27 %	2.42 %
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.15 )%(E)	2.19 %	2.26 %	2.30 %	2.27 %	2.42 %
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.34 )%(E)	0.24 %	0.28 %	(0.60 )%	(0.86)%	(0.66)%
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.34 )%(E)	0.24 %	0.28 %	(0.60 )%	(0.86)%	(0.66)%
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Portfolio Turnover	26.88 %	47.52%	52.16%	129.22%	29.09%	39.44%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Cap Value Fund [22]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP VALUE FUND - CLASS C SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/ 06	year ended 12/31/05	period ended 12/31/ 04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$ 14.24</u>	<u>\$13.28</u>	<u>\$12.12</u>	<u>\$12.04</u>	<u>\$11.05</u>
<b>Income from Investment Operations:</b>					
Net Investment Income (Loss)	(0.02 )	0.02	0.07	(0.08 )(B)	(0.04 )(B)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(1.29 )</u>	<u>2.10</u>	<u>2.08</u>	<u>2.31</u>	<u>1.03</u>
Total from Investment Operations	<u>(1.31 )</u>	<u>2.12</u>	<u>2.15</u>	<u>2.23</u>	<u>0.99</u>
<b>Less Distributions:</b>					
Dividends from Realized Gains	-	(1.08 )	(0.90)	(2.15 )	-
Dividends from Net Investment Income	-	(0.08 )	(0.07)	-	-
Distributions from Return of capital	-	-	(0.02)	-	-
Total Distributions	<u>-</u>	<u>(1.16 )</u>	<u>(0.99)</u>	<u>(2.15 )</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$ 12.93</u></u>	<u><u>\$14.24</u></u>	<u><u>\$13.28</u></u>	<u><u>\$12.12</u></u>	<u><u>\$12.04</u></u>
Total Return (C)(D)	(9.20 )%(E)	16.13 %	17.63%	18.53 %	8.96 %(E)

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 13,752	\$12,722	\$6,353	\$2,774	\$1,174
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.14	%(F)	2.19	%	2.25	%	2.30	%	2.27	%(F)
---	------	------	------	---	------	---	------	---	------	------

After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.14	%(F)	2.19	%	2.25	%	2.30	%	2.27	%(F)
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## Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.32)	%(F)	0.18	%	0.53	%	(0.60)	%)	(0.86)	%(F)
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(0.32)	%(F)	0.18	%	0.53	%	(0.60)	%)	(0.86)	%(F)
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## Portfolio Turnover

26.88	%	47.52	%	52.16%	129.22%	29.09%
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(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Cap Value Fund [23]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN FIXED INCOME FUND****FUND PROFILE** (unaudited):

Top Ten Holdings (% of Net Assets)		Industries (% of Net Assets)	
US Treasury Bond, 12.00%, 08/15/2013	6.02 %	Mortgage Securities	34.93 %
GNMA Pool 3939, 5.00%, 01/20/2037	5.95 %	Government	25.88 %
GNMA Pool 4072, 5.50%, 01/20/2038	5.00 %	Financials	11.30 %
US Treasury Note, 4.75%, 05/15/2014	4.78 %	Energy	7.84 %
Timothy Plan Money Market Fund	3.30 %	Utilities	5.95 %
GNMA Pool 3865, 6.00%, 06/20/2036	3.14 %	Industrials	3.93 %
GNMA Pool 4058, 5.00%, 12/20/2037	3.11 %	Short-Term Investments	3.30 %
Federal Home Loan Bank, 4.50%, 09/16/2013	3.02 %	Materials	2.17 %
GNMA Pool 3625, 6.00%, 10/20/2034	2.86 %	Information Technology	1.50 %
US Treasury Infl Indx Bond, 2.00%, 01/15/2014	2.45 %	Health Care	1.01 %
	<u>39.63%</u>	Consumer Discretionary	0.97 %
		Other Assets Less Liabilities	1.22 %
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [24]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN FIXED INCOME FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 1,006.02	\$ 5.17
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,019.71	\$ 5.20
<b>Actual - Class B</b>	\$ 1,000.00	\$ 1,002.84	\$ 8.91
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,015.97	\$ 8.96
<b>Actual - Class C</b>	\$ 1,000.00	\$ 1,002.69	\$ 8.89
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,015.98	\$ 8.95

\* Expenses are equal to the Fund's annualized expense ratio of 1.04% for Class A, 1.79% for Class B, and 1.79% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of 0.60% for Class A, 0.28% for Class B, and 0.27% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [25]

## SCHEDULE OF INVESTMENTS

As of June 30, 2008 - (Unaudited)

## BONDS AND NOTES - 95.48%

<u>par value</u>		<u>market value</u>
<b>CORPORATE BONDS - 34.67%</b>		
\$800,000	American General Finance Corp., 5.375%, 10/01/2012	\$745,473
750,000	Anadarko Finance Co., 6.75%, 05/01/2011	780,099
750,000	Canadian National Railway Co., 5.80%, 06/01/2016	756,435
750,000	CIT Group, Inc., 5.00%, 02/13/2014	539,175
500,000	Covidien International Finance S.A., 5.45%, 10/15/2012	507,365
910,000	CRH America, Inc., 6.00%, 09/30/2016	845,281
950,000	Dominion Resources, Inc., 5.00%, 03/15/2013	935,841
750,000	Duke Energy Indiana, Inc., 6.05%, 06/15/2016	749,362
500,000	Entergy Gulf States, Inc., 5.70%, 06/01/2015	484,410
900,000	ERP Operating LP, 5.125%, 03/15/2016	812,840
750,000	FedEx Corp., 5.50%, 08/15/2009	754,387
750,000	Genworth Financial, Inc., 4.95%, 10/01/2015	681,441
250,000	International Paper Co., 4.25%, 01/15/2009	249,214
750,000	Kinder Morgan Energy Partners LP, 5.125%, 11/15/2014	706,450
750,000	Marathon Oil Corp., 6.00%, 10/01/2017	747,028
250,000	National Rural Utilities Cooperative Finance Corp., 5.75%, 08/28/2009	255,046
750,000	Nisource Finance Corp., 5.40%, 07/15/2014	702,503
500,000	Oneok, Inc., 5.20%, 06/15/2015	473,363
500,000	PC Financial Partnership, 5.00%, 11/15/2014	472,486
300,000	Protective Life Secured Trusts, 5.75%, 01/15/2019	289,255
750,000	Simon Property Group LP, 5.75%, 12/01/2015	728,969
750,000	SLM Corp., 4.00%, 01/15/2010	698,922
500,000	Transocean, Inc., 6.00%, 03/15/2018	501,660
750,000	Tyco Electronics Group S.A., 6.00%, 10/01/2012	757,989
300,000	Unitrin, Inc., 4.875%, 11/01/2010	283,894
750,000	Weatherford International, Ltd., 4.95%, 10/15/2013	734,954
750,000	Willis North America, Inc., 6.20%, 03/28/2017	663,808
135,000	Wisconsin Energy Corp., 6.50%, 04/01/2011	140,961
500,000	Yum! Brands, Inc., 6.25%, 03/15/2018	488,420
<b>Total Corporate Bonds</b> (cost \$18,168,683)		<u>17,487,031</u>
<b>U.S. GOVERNMENT &amp; AGENCY OBLIGATIONS - 60.81%</b>		
1,500,000	Federal Home Loan Bank, 4.50%, 09/16/2013	1,522,389
1,000,000	Federal Home Loan Bank, 5.50%, 08/13/2014	1,063,731
213,287	GNMA Pool 3584, 6.00%, 07/20/2034	216,779
489,512	GNMA Pool 3612, 6.50%, 09/20/2034	506,122
1,418,304	GNMA Pool 3625, 6.00%, 10/20/2034	1,441,355
574,263	GNMA Pool 3637, 5.50%, 11/20/2034	571,775
895,882	GNMA Pool 3665, 5.50%, 01/20/2035	891,523
485,006	GNMA Pool 3679, 6.00%, 02/20/2035	492,543
1,195,770	GNMA Pool 3711, 5.50%, 05/20/2035	1,189,951
1,558,524	GNMA Pool 3865, 6.00%, 06/20/2036	1,582,876



1,197,619	GNMA Pool 3910, 6.00%, 10/20/2036	1,216,332
3,102,376	GNMA Pool 3939, 5.00%, 01/20/2037	3,000,357

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Fixed Income Fund [26]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**BONDS AND NOTES - 95.48%** (continued)

<u>par value</u>		<u>market value</u>
<b>U.S. GOVERNMENT &amp; AGENCY OBLIGATIONS - 60.81% (continued)</b>		
\$ 1,623,237	GNMA Pool 4058, 5.00%, 12/20/2037	\$1,569,859
2,532,939	GNMA Pool 4072, 5.50%, 01/20/2038	2,519,408
73,809	GNMA Pool 585163, 5.00%, 02/15/2018	74,188
84,059	GNMA Pool 585180, 5.00%, 02/15/2018	84,491
84,101	GNMA Pool 592492, 5.00%, 03/15/2018	84,534
66,496	GNMA Pool 599821, 5.00%, 01/15/2018	66,838
968,270	GNMA Pool 604182, 5.50%, 04/15/2033	967,788
908,616	GNMA Pool 663776, 6.50%, 01/15/2037	939,876
198,390	GNMA Pool 781694, 6.00%, 12/15/2031	202,513
3,000,000	U.S. Treasury Bond, 12.00%, 08/15/2013	3,034,455
500,000	U.S. Treasury Bond, 5.375%, 02/15/2031	555,703
1,000,000	U.S. Treasury Bond, 4.50%, 02/15/2036	1,075,001
1,162,390	U.S. Treasury Inflation Indexed Bond, 2.00%, 01/15/2014	1,234,405
1,063,520	U.S. Treasury Inflation Indexed Bond, 2.50%, 07/15/2016	1,162,394
2,250,000	U.S. Treasury Note, 4.75%, 05/15/2014	2,412,774
1,000,000	U.S. Treasury Note, 4.625%, 02/15/2017	991,954
	<b>Total U.S. Government &amp; Agency Obligations</b> (cost \$30,635,182)	<u>30,671,914</u>
	<b>Total Bonds and Notes</b> (cost \$48,803,865)	<u>48,158,945</u>

**SHORT TERM INVESTMENTS - 3.30%**

<u>number of shares</u>		<u>market value</u>
1,665,513	Timothy Plan Money Market Fund, 1.53% (A) (B)	1,665,513
	<b>Total Short-Term Investments</b> (cost \$1,665,513)	<u>1,665,513</u>
	<b>TOTAL INVESTMENTS</b> (cost \$50,469,378) - <b>98.78%</b>	<u><b>\$49,824,458</b></u>
	<b>OTHER ASSETS LESS LIABILITIES - 1.22%</b>	<u><b>613,570</b></u>
	<b>NET ASSETS - 100.00%</b>	<u><u><b>\$50,438,028</b></u></u>

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Fixed Income Fund [27]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$48,803,865) [NOTE 1]	\$48,158,945
Investments in Affiliated Securities at Value (cost \$1,665,513) [NOTE 1]	1,665,513
Receivables for:	
Interest	560,933
Fund Shares Sold	803,211
Prepaid Expenses	<u>14,886</u>
<b>Total Assets</b>	<b><u>\$51,203,488</u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Income Distribution	\$580,205
Payable for Fund Shares Redeemed	134,024
Accrued Advisory Fees	18,890
Accrued 12b-1 Fees Class A	9,585
Accrued 12b-1 Fees Class B	1,267
Accrued 12b-1 Fees Class C	2,358

Accrued Expenses	19,131
<b>Total Liabilities</b>	<b><u>\$765,460</u></b>
<b>NET ASSETS</b>	
	<b>amount</b>
<b>Class A Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 4,678,599 shares outstanding)	\$46,008,744
Net Asset Value and Redemption Price Per Class A Share (\$46,008,744 / 4,678,599 shares)	\$9.83
Offering Price Per Share (\$9.83 / 0.955)	\$10.29
<b>Class B Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 159,155 shares outstanding)	\$1,518,211
Net Asset Value and Offering Price Per Class B Share (\$1,518,211 / 159,155 shares)	\$9.54
Minimum Redemption Price Per Class B Share (\$9.54 * 0.98)	\$9.35
<b>Class C Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 304,992 shares outstanding)	\$2,911,073
Net Asset Value and Offering Price Per Class C Share (\$2,911,073 / 304,992 shares)	\$9.54
Minimum Redemption Price Per Share (\$9.54 * 0.99)	\$9.44
<b>Net Assets</b>	<b><u>\$50,438,028</u></b>

## SOURCES OF NET ASSETS

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$51,687,063
Accumulated Net Realized Gain (Loss) on Investments	(604,115 )
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>(644,920 )</u>
<b>Net Assets</b>	<b><u>\$50,438,028</u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Fixed Income Fund [28]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Unaffiliated Investments	\$1,343,642
Interest on Affiliated Investments	<u>42,502</u>
<b>Total Investment Income</b>	<b><u>1,386,144</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	155,569
12b-1 Fees (Class A = \$59,140, Class B = \$8,420, Class C = \$14,292) [NOTE 3]	81,852
Fund Accounting, Transfer Agency, & Administration Fees	44,056
Registration Fees	15,415
Custodian Fees	5,819
Miscellaneous Expense	5,185
Audit Fees	5,102
Printing Expense	3,601
Trustee Fees	3,580
CCO Fees	2,251

Insurance Expense	1,150
Legal Expense	1,082
<b>Total Expenses</b>	<b><u>324,662</u></b>
Fees Waived by Adviser	(38,892 )
<b>Total Net Expenses</b>	<b><u>285,770</u></b>
<b>Net Investment Income</b>	<b><u>1,100,374</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b>amount</b>
Net Realized Gain (Loss) on Unaffiliated Investments	60,941
Change in Unrealized Appreciation/Depreciation of Investments	(882,959 )
Net Realized and Unrealized (Loss) on Investments	(822,018 )
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u>\$278,356</u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Fixed Income Fund [29]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$1,100,374	\$2,039,013
Net Realized Gain (Loss) on Investments	60,941	7,734
Change in Unrealized Appreciation/Depreciation of Investments	(882,959 )	303,475
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>278,356</u>	<u>2,350,222</u>
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	(1,037,934 )	(1,888,174 )
Class B	(30,514 )	(98,490 )
Class C	(52,025 )	(105,639 )
Total Distributions	<u>(1,120,473 )</u>	<u>(2,092,303 )</u>
<b>Capital Share Transactions:</b>		
Proceeds from Shares Sold:		
Class A	11,188,678 *	15,931,332 **



Class B	60,402	5,513
Class C	764,073	1,174,029
<b>Dividends Reinvested:</b>		
Class A	931,104	1,725,714
Class B	25,580	78,291
Class C	44,914	87,251
<b>Cost of Shares Redeemed:</b>		
Class A	(10,706,636 )	(11,547,204)
Class B	(497,373 ) *	(923,283 ) **
Class C	(694,246 )	(1,454,401 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	<u>1,116,496</u>	<u>5,077,242</u>
Total Increase (Decrease) in Net Assets	<u>274,379</u>	<u>5,335,161</u>
<b>Net Assets:</b>		
Beginning of period	<u>50,163,649</u>	<u>44,828,488</u>
End of period	<u><b>\$50,438,028</b></u>	<u><b>\$50,163,649</b></u>
Accumulated Undistributed Net Investment Income (Loss)	<u>\$-</u>	<u>\$-</u>
<b>Shares of Capital Stock of the Fund Sold and Redeemed:</b>		

Shares Sold:

Class A	1,108,963 *	1,598,004 **
Class B	6,134	569
Class C	78,699	121,089

Shares Reinvested:

Class A	93,607	174,453
Class B	2,647	8,142
Class C	4,650	9,079

Shares Redeemed:

Class A	(1,065,768 )	(1,158,035 )
Class B	(50,777 )*	(95,863 )**
Class C	<u>(71,482 )</u>	<u>(149,711 )</u>

Net Increase (Decrease) in Number of Shares Outstanding

106,673                      507,727

\* Includes automatic conversion of Class B shares (\$171,916 representing 17,573 shares) to Class A shares (\$171,916 representing 17,044 shares).

\*\* Includes automatic conversion of Class B shares (\$91,918 representing 9,421 shares) to Class A shares (\$91,918 representing 9,149 shares).

The accompanying notes are an integral part of these financial statements.

Timothy Plan Fixed Income Fund [30]

## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## FIXED INCOME FUND - CLASS A SHARES

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$9.99</u>	<u>\$9.94</u>	<u>\$10.06</u>	<u>\$10.32</u>	<u>\$10.31</u>	<u>\$10.25</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.22	0.44	0.42	0.34 (A)	0.34 (A)	0.37 (A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.16 )</u>	<u>0.06</u>	<u>(0.12 )</u>	<u>(0.23 )</u>	<u>0.01</u>	<u>0.21</u>
Total from Investment Operations	<u>0.06</u>	<u>0.50</u>	<u>0.30</u>	<u>0.11</u>	<u>0.35</u>	<u>0.58</u>
<b>Less Distributions:</b>						
Dividends from Net Investment Income	(0.22 )	(0.45 )	(0.41 )	(0.34 )	(0.34 )	(0.37 )
Dividends from Net Realized Gains	<u>—</u>	<u>—</u>	<u>(0.01 )</u>	<u>(0.03 )</u>	<u>—</u>	<u>(0.15 )</u>
Total Distributions	<u>(0.22 )</u>	<u>(0.45 )</u>	<u>(0.42 )</u>	<u>(0.37 )</u>	<u>(0.34 )</u>	<u>(0.52 )</u>
Net Asset Value at End of Period	<u>\$9.83</u>	<u>\$9.99</u>	<u>\$9.94</u>	<u>\$10.06</u>	<u>\$10.32</u>	<u>\$10.31</u>
Total Return (B)(C)	0.60 % (D)	5.19 %	3.11 %	1.11 %	3.44 %	5.70 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$46,009	\$45,371	\$39,023	\$29,402	\$23,131	\$16,313
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

1.19 %(E) 1.21 % 1.32 % 1.31 % 1.31 % 1.43 %

After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

1.04 %(E) 1.06 % 1.35 % 1.35 % 1.35 % 1.35 %

Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

4.16 %(E) 4.33 % 4.42 % 3.33 % 3.49 % 3.61 %

After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser

4.31 %(E) 4.48 % 4.39 % 3.29 % 3.45 % 3.69 %

## Portfolio Turnover

19.05 % 44.98 % 76.28 % 39.46 % 35.95 % 62.06 %

(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) Not Annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Fixed Income Fund [31]

## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## FIXED INCOME FUND - CLASS B SHARES

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/ 05	year ended 12/31/ 04	year ended 12/31/ 03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 9.70</u>	<u>\$9.66</u>	<u>\$9.81</u>	<u>\$10.06</u>	<u>\$10.08</u>	<u>\$10.02</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.19	0.37	0.36	0.25 (A)	0.27 (A)	0.29 (A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.16 )</u>	<u>0.05</u>	<u>(0.15)</u>	<u>(0.20)</u>	<u>(0.01)</u>	<u>0.21</u>
Total from Investment Operations	<u>0.03</u>	<u>0.42</u>	<u>0.21</u>	<u>0.05</u>	<u>0.26</u>	<u>0.50</u>
<b>Less Distributions:</b>						
Dividends from Net Investment Income	(0.19 )	(0.38)	(0.35)	(0.27)	(0.28)	(0.29)
Dividends from Net Realized Gains	<u>-</u>	<u>-</u>	<u>(0.01)</u>	<u>(0.03)</u>	<u>-</u>	<u>(0.15)</u>
Total Distributions	<u>(0.19 )</u>	<u>(0.38)</u>	<u>(0.36)</u>	<u>(0.30)</u>	<u>(0.28)</u>	<u>(0.44)</u>
Net Asset Value at End of Period	<u>\$ 9.54</u>	<u>\$9.70</u>	<u>\$9.66</u>	<u>\$9.81</u>	<u>\$10.06</u>	<u>\$10.08</u>
Total Return (B)(C)	0.28 % (D)	4.47 %	2.20 %	0.47 %	2.57 %	4.93 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 1,518	\$1,951	\$2,786	\$3,126	\$3,839	\$4,057
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of  
Expenses by Adviser

1.94	%(E)	1.93 %	1.99 %	2.07 %	2.06 %	2.18 %
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After Reimbursement and Waiver/Recoupment of  
Expenses by Adviser

1.79	%(E)	1.78 %	2.10 %	2.10 %	2.10 %	2.10 %
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Ratio of Net Investment Income (Loss) to Average Net  
Assets:

Before Reimbursement and Waiver/Recoupment of  
Expenses by Adviser

3.41	%(E)	3.62 %	3.74 %	2.57 %	2.74 %	2.87 %
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After Reimbursement and Waiver/Recoupment of  
Expenses by Adviser

3.56	%(E)	3.77 %	3.63 %	2.54 %	2.70 %	2.95 %
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## Portfolio Turnover

19.05	%	44.98%	76.28%	39.46%	35.95%	62.06%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) Not Annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Fixed Income Fund [32]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**FIXED INCOME FUND - CLASS C SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	period ended 12/31/04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	\$ 9.69	\$9.66	\$9.78	\$10.04	\$ 10.15
<b>Income from Investment Operations:</b>					
Net Investment Income (Loss)	0.18	0.37	0.33	0.25 (B)	0.26 (B)
Net Realized and Unrealized Gain (Loss) on Investments	(0.15 )	0.04	(0.12 )	(0.20 )	(0.05 )
Total from Investment Operations	0.03	0.41	0.21	0.05	0.21
<b>Less Distributions:</b>					
Dividends from Net Investment Income	(0.18 )	(0.38 )	(0.32 )	(0.28 )	(0.32 )
Dividends from Net Realized Gains	-	-	(0.01 )	(0.03 )	-
Total Distributions	(0.18 )	(0.38 )	(0.33 )	(0.31 )	(0.32 )
Net Asset Value at End of Period	\$ 9.54	\$9.69	\$9.66	\$9.78	\$ 10.04
Total Return (C)(D)	0.27 %(E)	4.37 %	2.26 %	0.47 %	2.12 %(E)

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)						
	\$ 2,911	\$2,842	\$3,019	\$1,927	\$ 907	

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser

1.94	%(F)	1.96 %	2.10 %	2.07 %	2.06	%(F)
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser

1.79	%(F)	1.81 %	2.10 %	2.10 %	2.10	%(F)
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser

3.40	%(F)	3.59 %	3.64 %	2.57 %	2.74	%(F)
------	------	--------	--------	--------	------	------

After Reimbursement and Waiver/Recoupment of Expenses by Adviser

3.55	%(F)	3.74 %	3.64 %	2.54 %	2.70	%(F)
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Portfolio Turnover

19.05	%	44.98%	76.28%	39.46%	35.95	%
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- (A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.  
 (B) Per share amounts calculated using average shares method.  
 (C) Total return calculation does not reflect redemption fee.  
 (D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.  
 Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.  
 (E) For periods of less than one full year, total return is not annualized.  
 (F) Annualized.

The accompanying notes are an integral part of these financial statements.  
 Timothy Plan Fixed Income Fund [33]



**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN AGGRESSIVE GROWTH FUND****FUND PROFILE** (unaudited):

	<b>Top Ten Holdings</b> (% of Net Assets)		<b>Industries</b> (% of Net Assets)
Timothy Plan Money Market Fund	3.40 %	Information Technology	26.52 %
McDermott International, Inc.	2.79 %	Industrials	23.45 %
FTI Consulting, Inc.	2.38 %	Energy	12.23 %
National Oilwell Varco, Inc.	2.05 %	Health Care	11.97 %
Amphenol Corp. - Class A	2.01 %	Consumer Discretionary	8.48 %
SBA Communications Corp. - Class A	1.98 %	Financials	7.61 %
Superior Energy Services, Inc.	1.89 %	Telecommunication	4.92 %
Ametek, Inc.	1.84 %	Short-Term Investments	3.40 %
American Tower Corp. - Class A	1.73 %	Utilities	0.77 %
VistaPrint, Ltd.	1.68 %	Materials	0.49 %
	<u>21.75%</u>	Other Assets Less Liabilities	<u>0.16 %</u>
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [34]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN AGGRESSIVE GROWTH FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 902.94	\$ 7.09
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,017.41	\$ 7.52
<b>Actual - Class B</b>	\$ 1,000.00	\$ 899.38	\$ 10.64
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,013.66	\$ 11.28
<b>Actual - Class C</b>	\$ 1,000.00	\$ 899.53	\$ 10.63
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,013.67	\$ 11.27

\* Expenses are equal to the Fund's annualized expense ratio of 1.50% for Class A, 2.25% for Class B, and 2.25% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (9.71)% for Class A, (10.06)% for Class B, and (10.05)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [35]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%**number of shares

		<u>market value</u>
	<b>ADVERTISING SERVICES - 0.20%</b>	
3,644	Greenfield Online, Inc. *	\$ 54,368
	<b>AEROSPACE/DEFENSE - EQUIPMENT - 1.39%</b>	
16,329	BE Aerospace, Inc *	380,302
	<b>APPAREL MANUFACTURERS - 0.84%</b>	
9,645	Volcom, Inc. *	230,805
	<b>APPLICATIONS SOFTWARE - 0.55%</b>	
5,100	Citrix Systems, Inc. *	149,991
	<b>BROADCAST SERVICES/PROGRAMMING - 0.69%</b>	
8,525	Discovery Holding Co. - Class A *	187,209
	<b>COMMERCIAL BANKS - CENTRAL U.S. - 0.29%</b>	
4,200	First Midwest Bancorp, Inc.	78,330
	<b>COMMERCIAL BANKS - EASTERN U.S. - 0.42%</b>	
4,500	Signature Bank *	115,920
	<b>COMMERCIAL BANKS - WESTERN U.S. - 0.51%</b>	
2,900	SVB Financial Group *	139,519
	<b>COMMERCIAL SERVICES - 3.24%</b>	
22,498	AerCap Holdings NV *	284,150
4,000	Alliance Data Systems Corp. *	226,200
11,308	Quanta Service, Inc. *	376,217
		<u>886,567</u>
	<b>COMMERCIAL SERVICES - FINANCIAL - 3.32%</b>	
6,695	Global Payments, Inc.	311,987
4,522	Morningstar, Inc. *	325,720
11,097	Net 1 UEPS Technologies, Inc. *	269,657
		<u>907,364</u>
	<b>COMPUTER AIDED DESIGN - 0.41%</b>	
2,400	Ansys, Inc. *	113,088
	<b>COMPUTER MEMORY DEVICES - 1.18%</b>	
6,578	Data Domain, Inc. *	153,465
7,745	NetApp, Inc. *	167,757
		<u>321,222</u>
	<b>COMPUTER SERVICES - 2.69%</b>	
13,353	Cognizant Technology Solutions Corp. - Class A *	434,106
8,905	Syntel, Inc.	300,277
		<u>734,383</u>
	<b>COMPUTER SOFTWARE - 0.50%</b>	
7,315	Omniture, Inc. *	135,840

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [36]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%** (continued)number of shares

		<u>market value</u>
	<b>CONSULTING SERVICES - 2.67%</b>	
9,485	FTI Consulting, Inc. *	\$649,343
2,051	The Advisory Board Co. *	80,666
		<u>730,009</u>
	<b>DENTAL SUPPLIES &amp; EQUIPMENT - 0.71%</b>	
5,238	Dentsply International, Inc.	192,758
	<b>DIAGNOSTIC EQUIPMENT - 1.18%</b>	
6,767	Gen-Probe, Inc. *	321,297
	<b>DIAGNOSTIC KITS - 1.03%</b>	
8,460	Inverness Medical Innovations, Inc. *	280,618
	<b>DIALYSIS CENTERS - 1.11%</b>	
5,705	DaVita, Inc. *	303,107
	<b>DIVERSIFIED MANUFACTURING OPERATIONS - 1.65%</b>	
8,286	Harsco Corp.	450,841
	<b>ELECTRIC PRODUCTS - MISCELLANEOUS - 1.84%</b>	
10,663	Ametek, Inc.	503,507
	<b>ELECTRONIC COMPONENTS - SEMICONDUCTORS - 4.10%</b>	
8,470	Intersil Corp. - Class A	205,990
1,128	MEMC Electronic Materials, Inc. *	69,417
13,670	Microsemi Corp. *	344,211
6,725	Netlogic Microsystems, Inc. *	223,270
15,600	ON Semiconductor Corp. *	143,052
7,830	Renesola, Ltd. (ADR)*	135,459
		<u>1,121,399</u>
	<b>ELECTRONIC CONNECTORS - 2.01%</b>	
12,264	Amphenol Corp. - Class A	550,408
	<b>ENGINEERING/R&amp;D SERVICES - 3.42%</b>	
12,338	McDermott International, Inc. *	763,599
5,115	Stanley, Inc. *	171,455
		<u>935,054</u>
	<b>ENTERPRISE SOFTWARE/SERVICES - 4.13%</b>	
27,250	Ariba, Inc. *	400,847
9,715	Concur Technologies, Inc. *	322,829
12,575	Informatica Corp. *	189,128
11,075	Taleo Corp. - Class A *	216,959
		<u>1,129,763</u>
	<b>ENVIRONMENTAL CONSULTING &amp; ENGINEERING - 1.08%</b>	
13,012	Tetra Tech, Inc. *	294,331

The accompanying notes are an integral part of these financial statements.



**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%** (continued)number of shares

		<u>market value</u>
<b>FINANCE - INVESTMENT BANKER/BROKER - 3.15%</b>		
2,860	Greenhill & Co., Inc.	\$ 154,040
7,965	Interactive Brokers Group, Inc. *	255,915
6,539	Investment Technology Group, Inc. *	218,795
6,773	Lazard, Ltd. - Class A	231,298
		<u>860,048</u>
<b>HOSPITAL BEDS/EQUIPMENT - 0.34%</b>		
3,500	Hill-Rom Holdings, Inc.	94,430
<b>HOTELS &amp; MOTELS - 0.39%</b>		
4,460	Gaylord Entertainment Co. *	106,862
<b>INSTRUMENTS - CONTROLS - 0.94%</b>		
2,700	Mettler Toledo International, Inc. *	256,122
<b>INSTRUMENTS - SCIENTIFIC - 0.80%</b>		
4,280	Varian, Inc. *	218,537
<b>INTERNET APPLICATIONS SOFTWARE - 0.55%</b>		
4,660	Vocus, Inc. *	149,912
<b>INTERNET CONNECTIVITY SERVICES - 0.36%</b>		
7,440	Cogent Communications Group, Inc. *	99,696
<b>INVESTMENT MANAGEMENT/ADVISORY SERVICES - 2.12%</b>		
2,834	Affiliated Managers Group, Inc. *	255,230
8,800	Invesco, Ltd.	211,024
3,252	Waddell & Reed Financial, Inc.	113,853
		<u>580,107</u>
<b>MACHINERY - GENERAL INDUSTRIAL - 1.10%</b>		
4,545	Roper Industries, Inc.	299,425
<b>MACHINERY - PUMPS - 0.94%</b>		
1,874	Flowsolve Corp.	256,176
<b>MEDICAL - DRUGS - 0.63%</b>		
12,183	Eurand NV *	173,242
<b>MEDICAL - OUTPATIENT/HOME MEDICAL CARE - 1.07%</b>		
5,782	Amedisys, Inc. *	291,528
<b>MEDICAL INFORMATION SYSTEMS - 0.46%</b>		
5,385	IMS Health, Inc.	125,470
<b>MEDICAL LABS &amp; TESTING SERVICES - 2.10%</b>		
2,528	Covance, Inc. *	384,251
4,467	Icon plc (ADR) *	190,915
		<u>575,166</u>
<b>MEDICAL PRODUCTS - 1.05%</b>		
5,575	Henry Shein, Inc. *	287,503



The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [38]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%** (continued)number of shares

		<u>market value</u>
<b>METAL PROCESSORS &amp; FABRICATION - 1.94%</b>		
3,400	Precision Castparts Corp.	\$327,658
6,066	RBC Bearings, Inc. *	202,119
		<u>529,777</u>
<b>MULTIMEDIA - 1.03%</b>		
4,990	Factset Research Systems, Inc.	281,236
<b>NETWORKING PRODUCTS - 1.13%</b>		
10,290	Atheros Communications, Inc. *	308,700
<b>NON-FERROUS METALS - 0.49%</b>		
3,755	RTI International Metals, Inc. *	133,753
<b>OIL - FIELD SERVICES - 4.85%</b>		
4,649	Exterran Holdings, Inc. *	332,357
10,630	Matrix Service Co. *	245,128
3,000	Oceaneering International, Inc. *	231,150
9,375	Superior Energy Services, Inc. *	516,937
		<u>1,325,572</u>
<b>OIL &amp; GAS DRILLINGS - 0.98%</b>		
26,845	Parker Drilling Co. *	268,718
<b>OIL COMPANY - EXPLORATION &amp; PRODUCTION - 4.35%</b>		
3,080	Cabot Oil & Gas Corp.	208,608
2,200	Comstock Resources, Inc. *	185,746
5,105	Penn Virginia Corp.	385,019
6,246	Range Resources Corp.	409,363
		<u>1,188,736</u>
<b>OIL FIELD MACHINERY &amp; EQUIPMENT - 2.05%</b>		
6,301	National Oilwell Varco, Inc. *	559,025
<b>PATIENT MONITORING EQUIPMENT - 0.55%</b>		
4,364	Masimo Corp. *	149,903
<b>PRINTING - COMMERCIAL - 1.68%</b>		
17,110	VistaPrint, Ltd. *	457,864
<b>PRIVATE CORRECTIONS - 2.37%</b>		
13,190	Corrections Corp. of America *	362,329
12,670	The Geo Group, Inc. *	285,075
		<u>647,404</u>
<b>RECREATIONAL CENTERS - 0.60%</b>		
5,595	Life Time Fitness, Inc. *	165,332
<b>RENTAL AUTO/EQUIPMENT - 0.58%</b>		
17,250	RSC Holdings, Inc. *	159,735
<b>RETAIL - APPAREL/SHOE - 0.51%</b>		

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [39]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%** (continued)

<u>number of shares</u>		<u>market value</u>
	<b>RETAIL - AUTOMOBILE - 0.40%</b>	
7,375	Penske Auto Group, Inc.	\$ 108,708
	<b>RETAIL - RESTAURANTS - 1.27%</b>	
3,000	Buffalo Wild Wings, Inc. *	74,490
2,900	Red Robin Gourmet Burgers, Inc. *	80,446
21,520	Texas Roadhouse, Inc. *	193,034
		<u>347,970</u>
	<b>RETAIL - SPORTING GOODS - 0.33%</b>	
5,405	Zumiez, Inc. *	89,615
	<b>RETAIL - SUNGLASSES - 0.30%</b>	
10,065	FGX International Holdings, Ltd. *	80,923
	<b>RUBBER - TIRES - 0.49%</b>	
7,475	The Goodyear Tire & Rubber Co. *	133,279
	<b>SCHOOLS - 1.15%</b>	
5,880	DeVry, Inc.	315,286
	<b>SEMICONDUCTOR COMPONENTS/INTEGRATED CIRCUITS - 0.81%</b>	
12,500	Marvell Technology Group, Ltd. *	220,750
	<b>SEMICONDUCTOR EQUIPMENT - 0.38%</b>	
3,000	Varian Semiconductor Equipment Associates, Inc. *	104,460
	<b>TELECOM SERVICES - 0.84%</b>	
17,700	Clearwire Corp. - Class A *	229,392
	<b>TELECOMMUNICATION EQUIPMENT - 1.28%</b>	
8,180	Nice Systems, Ltd. (ADR) *	241,883
2,035	CommScope, Inc. *	107,387
		<u>349,270</u>
	<b>THEATERS - 0.31%</b>	
8,070	National CineMedia, Inc.	86,026
	<b>THERAPEUTICS - 0.95%</b>	
4,025	BioMarin Pharmaceutical, Inc. *	116,646
4,975	Isis Pharmaceuticals, Inc. *	67,809
765	United Therapeutics Corp. *	74,779
		<u>259,234</u>
	<b>TRANSPORTATION - TRUCK - 0.35%</b>	
2,020	Con-way, Inc.	95,465
	<b>WATER - 0.77%</b>	
9,500	American Water Works Co., Inc.	210,710

The accompanying notes are an integral part of these financial statements.

Timothy Plan Aggressive Growth Fund [40]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 95.32%** (continued)number of shares

		<u>market value</u>
	<b>WIRE &amp; CABLE PRODUCTS - 1.71%</b>	
7,684	Fushi Copperweld, Inc. *	\$ 182,341
4,675	General Cable Corp. *	284,474
		<u>466,815</u>
	<b>WIRELESS EQUIPMENT - 3.71%</b>	
11,185	American Tower Corp. - Class A *	472,566
15,061	SBA Communications Corp. - Class A *	542,347
		<u>1,014,913</u>
	<b>Total Common Stocks</b> (cost \$27,021,048)	<u>26,049,768</u>

**REITs - 1.12%**number of shares

		<u>market value</u>
	<b>REITS - DIVERSIFIED - 1.12%</b>	
7,456	Digital Realty Trust, Inc.	\$ 305,025
	<b>Total REITs</b> (cost \$284,845)	<u>305,025</u>

**SHORT TERM INVESTMENTS - 3.40%**number of shares

		<u>market value</u>
930,281	Timothy Plan Money Market Fund, 1.53% (A) (B)	\$930,281
	<b>Total Short-Term Investments</b> (cost \$930,281)	<u>930,281</u>
	<b>TOTAL INVESTMENTS</b> (cost \$28,236,174) - <b>99.84%</b>	<u><b>\$27,285,074</b></u>
	<b>OTHER ASSETS LESS LIABILITIES - 0.16%</b>	<u><b>42,629</b></u>
	<b>NET ASSETS - 100.00%</b>	<u><u><b>\$27,327,703</b></u></u>

\* Non-income producing securities.

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Aggressive Growth Fund [41]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$27,305,893) [NOTE 1]	\$26,354,793
Investments in Affiliated Securities at Value (cost \$930,281) [NOTE 1]	930,281
Receivables for:	
Investments Sold	399,711
Fund Shares Sold	76,901
Interest	582
Dividends	6,004
Prepaid Expenses	12,491
<b>Total Assets</b>	<b><u><u>\$27,780,763</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$410,987
Payable for Fund Shares Redeemed	14,340
Accrued Advisory Fees	19,773
Accrued 12b-1 Fees Class A	5,186

Accrued 12b-1 Fees Class B	777
Accrued 12b-1 Fees Class C	1,799
Accrued Expenses	<u>198</u>
<b>Total Liabilities</b>	<b><u><u>\$453,060</u></u></b>

**NET ASSETS**

	<u>amount</u>
<b>Class A Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 3,959,012 shares outstanding)	\$24,315,684
Net Asset Value and Redemption Price Per Class A Share (\$24,315,684 / 3,959,012 shares)	\$6.14
Offering Price Per Share (\$6.14 / 0.945)	\$6.50
<b>Class B Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 157,439 shares outstanding)	\$901,234
Net Asset Value and Offering Price Per Class B Share (\$901,234 / 157,439 shares)	\$5.72
Minimum Redemption Price Per Class B Share (\$5.72 * 0.98)	\$5.61
<b>Class C Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 368,097 shares outstanding)	\$2,110,785
Net Asset Value and Offering Price Per Class C Share (\$2,110,785 / 368,097 shares)	\$5.73

Minimum Redemption Price Per Share (\$5.73 \* 0.99)

\$5.67

**Net Assets**

**\$27,327,703**

**SOURCES OF NET ASSETS**

amount

At June 30, 2008, Net Assets Consisted of:

Paid-in Capital

\$27,398,444

Accumulated Undistributed Net Realized Gain (Loss) on Investments

880,359

Net Unrealized Appreciation (Depreciation) in Value of Investments

(951,100 )

**Net Assets**

**\$27,327,703**

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [42]



**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$15,928
Dividends	<u>36,006</u>
<b>Total Investment Income</b>	<b><u>51,934</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	113,450
12b-1 Fees (Class A = \$29,544, Class B = \$4,747, Class C = \$10,549) [NOTE 3]	44,840
Fund Accounting, Transfer Agency, & Administration Fees	22,657
Registration Fees	14,919
Custodian Fees	4,475
Miscellaneous Expense	3,509
Audit Fees	2,564
Printing Expense	1,851
CCO Fees	1,157
Trustee Fees	895

Insurance Expense	673
Legal Expense	<u>614</u>
<b>Total Net Expenses</b>	<b><u>211,604</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>(159,670 )</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b>amount</b>
Net Realized Gain (Loss) on Unaffiliated Investments	887,691
Change in Unrealized Appreciation/Depreciation of Investments	<u>(3,313,583)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(2,425,892)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u>\$(2,585,562)</u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [43]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/2008 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$(159,670 )	\$(288,823 )
Net Realized Gain (Loss) on Investments	887,691	3,055,958
Net Change in Unrealized Appreciation/Depreciation of Investments	<u>(3,313,583 )</u>	<u>(713,394 )</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(2,585,562 )</u>	<u>2,053,741</u>

**Distributions to Shareholders From:**

## Net Realized Gains:

Class A	-	(2,436,130)
Class B	-	(119,047 )
Class C	<u>-</u>	<u>(245,732 )</u>
Total Distributions	<u>-</u>	<u>(2,800,909)</u>

**Capital Share Transactions:**

## Proceeds from Shares Sold:

Class A	4,551,009	8,677,760
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Class B	3,577	2,250
Class C	229,077	601,086
<b>Dividends Reinvested:</b>		
Class A	–	2,356,131
Class B	–	101,485
Class C	–	225,263
<b>Cost of Shares Redeemed:</b>		
Class A	(2,022,895 )	(9,581,967 )
Class B	(82,574 )	(231,161 )
Class C	(170,930 )	(368,948 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	<u>2,507,264</u>	<u>1,781,899</u>
Total Increase (Decrease) in Net Assets	<u>(78,298 )</u>	<u>1,034,731</u>
<b>Net Assets:</b>		
Beginning of period	<u>27,406,001</u>	<u>26,371,270</u>
End of period	<u><b>\$27,327,703</b></u>	<u><b>\$27,406,001</b></u>
Accumulated Undistributed Net Investment Income (Loss)	<u>\$–</u>	<u>\$–</u>

**Shares of Capital Stock of the Fund Sold and Redeemed:**

## Shares Sold:

Class A	745,687	1,134,927
Class B	624	280
Class C	40,122	84,165

## Shares Reinvested:

Class A	–	351,662
Class B	–	16,186
Class C	–	35,870

## Shares Redeemed:

Class A	(321,793 )	(1,244,805 )
Class B	(14,270 )	(32,039 )
Class C	(29,241 )	(52,200 )

## Net Increase (Decrease) in Number of Shares Outstanding

421,129                      294,046

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Aggressive Growth Fund [44]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**AGGRESSIVE GROWTH FUND - CLASS A SHARES**

	six months ended 06/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$6.80</u>	<u>\$7.04</u>	<u>\$7.38</u>	<u>\$6.95</u>	<u>\$6.34</u>	<u>\$4.56</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.03 )	(0.06 )	(0.08 )	(0.09 )(A)	(0.07 )(A)	(0.06 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	(0.63 )	0.59	0.65	0.70	0.68	1.84
Total from Investment Operations	(0.66 )	0.53	0.57	0.61	0.61	1.78
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(0.77 )	(0.91 )	(0.18 )	-	-
Total Distributions	-	(0.77 )	(0.91 )	(0.18 )	-	-
Net Asset Value at End of Period	<u>\$6.14</u>	<u>\$6.80</u>	<u>\$7.04</u>	<u>\$7.38</u>	<u>\$6.95</u>	<u>\$6.34</u>
Total Return(B)(C)	(9.71 )%	7.66 %	7.50 %	8.73 %	9.62 %	39.04 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$24,316 (D)	\$24,041	\$23,187	\$18,403	\$16,453	\$9,920
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.50	%(E)	1.52	%	1.59	%	1.59	%	1.66	%	1.85	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.50	%(E)	1.55	%	1.60	%	1.60	%	1.60	%	1.60	%
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(1.11)	%(E)	(0.94)	%	(1.17)	%	(1.32)	%	(1.38)	%	(1.60)	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(1.11)	%(E)	(0.97)	%	(1.18)	%	(1.33)	%	(1.32)	%	(1.35)	%
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Portfolio Turnover

	139.04	%	58.55	%	96.39	%	102.63	%	102.46	%	119.33	%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Aggressive Growth Fund [45]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**AGGRESSIVE GROWTH FUND - CLASS B SHARES**

	six months ended 06/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 6.36</u>	<u>\$ 6.68</u>	<u>\$ 7.09</u>	<u>\$ 6.74</u>	<u>\$ 6.19</u>	<u>\$ 4.48</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.06 )	(0.12)	(0.14)	(0.14 )(A)	(0.13 )(A)	(0.08 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.58 )</u>	<u>0.57</u>	<u>0.64</u>	<u>0.67</u>	<u>0.68</u>	<u>1.79</u>
Total from Investment Operations	<u>(0.64 )</u>	<u>0.45</u>	<u>0.50</u>	<u>0.53</u>	<u>0.55</u>	<u>1.71</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	<u>-</u>	<u>(0.77)</u>	<u>(0.91)</u>	<u>(0.18 )</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(0.77)</u>	<u>(0.91)</u>	<u>(0.18 )</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$ 5.72</u></u>	<u><u>\$ 6.36</u></u>	<u><u>\$ 6.68</u></u>	<u><u>\$ 7.09</u></u>	<u><u>\$ 6.74</u></u>	<u><u>\$ 6.19</u></u>
Total Return(B)(C)	(10.06 )%	6.87 %	6.83 %	7.82 %	8.89 %	38.17 %

**Ratios/Supplemental Data:**



Net Assets, End of Period (in 000s)	\$ 901	(D)	\$1,088	\$1,247	\$1,392	\$1,519	\$1,356
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	2.25	%(E)	2.26 %	2.32 %	2.34 %	2.41 %	2.60 %
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	2.25	%(E)	2.29 %	2.35 %	2.35 %	2.35 %	2.35 %
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Ratio of Net Investment Income (Loss) to  
Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(1.86	)%(E)	(1.70)%	(1.90)%	(2.07 )%	(2.13 )%	(2.35 )%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(1.86	)%(E)	(1.73)%	(1.93)%	(2.08 )%	(2.07 )%	(2.10 )%
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Portfolio Turnover

	139.04 %	58.55%	96.39%	102.63%	102.46%	119.33%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Aggressive Growth Fund [46]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**AGGRESSIVE GROWTH FUND - CLASS C SHARES**

	six months ended 06/30/08 <u>(unaudited)</u>	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	period ended 12/31/04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$6.37</u>	<u>\$6.69</u>	<u>\$7.11</u>	<u>\$6.75</u>	<u>\$6.24</u>
<b>Income from Investment Operations:</b>					
Net Investment Income (Loss)	(0.05 )	(0.10 )	(0.11 )	(0.14 ) <b>(B)</b>	(0.06 ) <b>(B)</b>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.59 )</u>	<u>0.55</u>	<u>0.60</u>	<u>0.68</u>	<u>0.57</u>
Total from Investment Operations	<u>(0.64 )</u>	<u>0.45</u>	<u>0.49</u>	<u>0.54</u>	<u>0.51</u>
<b>Less Distributions:</b>					
Dividends from Realized Gains	<u>-</u>	<u>(0.77 )</u>	<u>(0.91 )</u>	<u>(0.18 )</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(0.77 )</u>	<u>(0.91 )</u>	<u>(0.18 )</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$5.73</u></u>	<u><u>\$6.37</u></u>	<u><u>\$6.69</u></u>	<u><u>\$7.11</u></u>	<u><u>\$6.75</u></u>
Total Return(C)(D)	(10.05 )% <b>(E)</b>	6.86 %	6.65 %	7.96 %	8.17 % <b>(E)</b>

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$2,111	\$2,277	\$1,937	\$1,358	\$ 690
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.25	%(F)	2.27 %	2.35 %	2.34 %	2.41	%(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.25	%(F)	2.30 %	2.35 %	2.35 %	2.35	%(F)

Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.86	%(F)	(1.70)%	(1.94)%	(2.07)%	(2.13	%(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.86	%(F)	(1.73)%	(1.94)%	(2.08)%	(2.07	%(F)

Portfolio Turnover

139.04 %	58.55%	96.39%	102.63%	102.46 %
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(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Aggressive Growth Fund [47]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN LARGE / MID CAP GROWTH FUND****FUND PROFILE** (unaudited):

	<b>Top Ten Holdings</b> (% of Net Assets)		<b>Industries</b> (% of Net Assets)
Timothy Plan Money Market Fund	5.39 %	Industrials	20.57 %
Exxon Mobil Corp.	5.05 %	Information Technology	17.00 %
Paychex, Inc.	4.23 %	Health Care	16.28 %
Lowe' s Companies, Inc.	3.27 %	Energy	12.94 %
McDermott International, Inc.	2.36 %	Financials	12.29 %
FTI Consulting, Inc.	2.04 %	Consumer Discretionary	10.64 %
Colgate-Palmolive Co.	1.89 %	Short-Term Investments	5.39 %
T. Rowe Price Group, Inc.	1.85 %	Telecommunication	2.15 %
National-Oilwell Varco, Inc.	1.81 %	Consumer Staples	1.89 %
Medco Health Solutions, Inc.	1.80 %	Materials	0.56 %
	<u>29.69%</u>	Other Assets less Liabilities	<u>0.29 %</u>
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [48]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN LARGE / MID CAP GROWTH FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 896.95	\$ 6.79
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,017.71	\$ 7.22
<b>Actual - Class B</b>	\$ 1,000.00	\$ 893.85	\$ 10.31
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,013.97	\$ 10.97
<b>Actual - Class C</b>	\$ 1,000.00	\$ 894.01	\$ 10.31
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,013.98	\$ 10.96

\* Expenses are equal to the Fund's annualized expense ratio of 1.44% for Class A, 2.19% for Class B, and 2.19% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (10.30)% for Class A, (10.62)% for Class B, and (10.60)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [49]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 93.36%**number of shares

		<u>market value</u>
	<b>ADVERTISING AGENCIES - 1.28%</b>	
14,660	Omnicom Group, Inc.	\$657,941
	<b>AEROSPACE/DEFENSE - EQUIPMENT - 0.42%</b>	
9,260	BE Aerospace, Inc. *	215,665
	<b>APPLICATIONS SOFTWARE - 0.51%</b>	
8,930	Citrix Systems, Inc. *	262,631
	<b>AUTOMOTIVE/TRUCK PARTS &amp; EQUIPMENT - ORIGINAL - 0.84%</b>	
15,135	Johnson Controls, Inc.	434,072
	<b>BROADCAST SERVICES/PROGRAMMING - 0.61%</b>	
14,240	Discovery Holding Co. - Class A *	312,710
	<b>COMMERCIAL SERVICE - FINANCIAL - 6.06%</b>	
10,905	Global Payments, Inc.	508,173
6,007	Morningstar, Inc. *	432,684
69,445	Paychex, Inc.	2,172,240
		<u>3,113,097</u>
	<b>COMMERCIAL SERVICES - 2.57%</b>	
26,710	AerCap Holdings NV *	337,347
6,700	Alliance Data Systems Corp. *	378,885
18,226	Quanta Services, Inc. *	606,379
		<u>1,322,611</u>
	<b>COMPUTER AIDED DESIGN - 0.37%</b>	
4,000	Ansys, Inc. *	188,480
	<b>COMPUTER MEMORY DEVICES - 0.61%</b>	
14,525	NetApp, Inc. *	314,612
	<b>COMPUTER SERVICES - 1.41%</b>	
22,259	Cognizant Technology Solutions Corp. - Class A *	723,640
	<b>COMPUTER SOFTWARE - 0.37%</b>	
10,143	Omniture, Inc. *	188,356
	<b>CONSULTING SERVICES - 2.04%</b>	
15,346	FTI Consulting, Inc. *	1,050,587
	<b>COSMETICS &amp; TOILETRIES - 1.89%</b>	
14,055	Colgate-Palmolive Co.	971,200
	<b>DENTAL SUPPLIES &amp; EQUIPMENT - 0.64%</b>	
8,930	Dentsply International, Inc.	328,624
	<b>DIAGNOSTIC EQUIPMENT - 1.03%</b>	
11,160	Gen-Probe, Inc. *	529,877
	<b>DIAGNOSTIC KITS - 0.34%</b>	
5,308	Inverness Medical Innovations, Inc. *	176,066

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Growth Fund [50]



**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 93.36%** (continued)number of shares

		<u>market value</u>
	<b>DIALYSIS CENTERS - 1.80%</b>	
17,450	DaVita, Inc. *	\$927,119
	<b>DISPOSABLE MEDICAL PRODUCTS - 1.45%</b>	
8,480	C.R. Bard, Inc.	745,816
	<b>DIVERSIFIED MANUFACTURING OPERATIONS - 2.88%</b>	
9,405	Danaher Corp.	727,007
13,827	Harsco Corp.	752,327
		<u>1,479,334</u>
	<b>ELECTRIC PRODUCTS - MISCELLANEOUS - 1.57%</b>	
17,034	Ametek, Inc. *	804,345
	<b>ELECTRONIC COMPONENTS - SEMICONDUCTORS - 2.32%</b>	
11,535	Broadcom Corp. - Class A *	314,790
14,815	Intersil Corp. - Class A	360,301
1,719	MEMC Electronic Materials, Inc. *	105,787
24,000	ON Semiconductor Corp. *	220,080
11,000	Renesola, Ltd. (ADR) *	190,300
		<u>1,191,258</u>
	<b>ELECTRONIC CONNECTORS - 1.72%</b>	
19,672	Amphenol Corp. - Class A	882,879
	<b>ELECTRONICS - MILITARY - 1.70%</b>	
9,635	L-3 Communications Holdings, Inc.	875,532
	<b>ENGINEERING/R&amp;D SERVICES - 2.36%</b>	
19,567	McDermott International, Inc. *	1,211,002
	<b>FINANCE - INVESTMENT BANKER/BROKER - 1.60%</b>	
13,400	Interactive Brokers Group, Inc. *	430,542
11,398	Lazard, Ltd. Class A	389,242
		<u>819,784</u>
	<b>HOTELS &amp; MOTELS - 0.35%</b>	
7,466	Gaylord Entertainment Co. *	178,885
	<b>INSTRUMENTS - SCIENTIFIC - 1.74%</b>	
16,060	Thermo Fisher Scientific, Inc. *	895,024
	<b>INVESTMENT MANAGEMENT/ADVISORY SERVICES - 6.18%</b>	
4,655	Affiliated Managers Group, Inc. *	419,229
9,070	Franklin Resources, Inc.	831,265
16,200	Invesco, Ltd.	357,302
14,135	Legg Mason, Inc.	615,862
16,880	T. Rowe Price Group, Inc.	953,214
		<u>3,176,872</u>
	<b>LIFE/HEALTH INSURANCE - 1.04%</b>	
8,520	Aflac, Inc.	535,056

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The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Growth Fund [51]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 93.36%** (continued)number of shares

		<u>market value</u>
	<b>MACHINERY - GENERAL INDUSTRIAL - 0.93%</b>	
7,275	Roper Industries, Inc.	\$479,277
	<b>MACHINERY - PUMPS - 0.69%</b>	
2,586	Flowsolve Corp.	353,506
	<b>MEDICAL INFORMATION SYSTEMS - 1.49%</b>	
32,765	IMS Health, Inc.	763,425
	<b>MEDICAL INSTRUMENTS - 1.24%</b>	
15,565	St. Jude Medical, Inc. *	636,297
	<b>MEDICAL LABS &amp; TESTING SERVICES - 2.83%</b>	
7,744	Covance, Inc. *	666,139
11,300	Laboratory Corp. of America Holdings *	786,819
		1,452,958
	<b>MEDICAL PRODUCTS - 1.91%</b>	
9,223	Henry Schein, Inc. *	475,630
7,455	Zimmer Holdings, Inc. *	507,313
		982,943
	<b>METAL PROCESSORS &amp; FABRICATORS - 1.01%</b>	
5,400	Precision Castparts Corp.	520,398
	<b>MULTI-LINE INSURANCE - 1.42%</b>	
27,645	American International Group, Inc.	731,487
	<b>MULTIMEDIA - 1.65%</b>	
8,030	Factset Research Systems, Inc.	452,571
32,330	Pearson plc (ADR)	396,043
		848,614
	<b>NON-FERROUS METALS - 0.56%</b>	
8,075	RTI International Metals, Inc. *	287,632
	<b>OIL - FIELD SERVICES - 3.42%</b>	
7,634	Exterran Holdings, Inc. *	545,755
5,145	Oceaneering International, Inc. *	396,422
14,760	Superior Energy Services, Inc. *	813,866
		1,756,043
	<b>OIL COMPANIES - EXPLORATION &amp; PRODUCTION - 2.67%</b>	
5,200	Cabot Oil & Gas Corp.	352,196
4,485	Pioneer Natural Resources Co.	351,086
10,186	Range Resources Corp.	667,590
		1,370,872
	<b>OIL COMPANY - INTEGRATED - 5.05%</b>	
29,420	Exxon Mobil Corp.	2,592,785
	<b>OIL FIELD MACHINERY &amp; EQUIPMENT - 1.81%</b>	

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [52]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 93.36%** (continued)number of shares

		<u>market value</u>
	<b>PHARMACY SERVICES - 1.80%</b>	
19,645	Medco Health Solutions, Inc. *	\$927,244
	<b>PRINTING - COMMERCIAL - 1.50%</b>	
28,871	VistaPrint, Ltd. *	772,588
	<b>PRIVATE CORRECTIONS - 1.16%</b>	
21,694	Corrections Corp. of America *	595,934
	<b>RECREATIONAL CENTERS - 0.52%</b>	
8,961	Life Time Fitness, Inc. *	264,798
	<b>RENTAL AUTO/EQUIPMENT - 0.53%</b>	
29,150	RSC Holdings, Inc. *	269,929
	<b>RETAIL - APPAREL/SHOE - 0.45%</b>	
6,295	Phillips-Van Heusen Corp.	230,523
	<b>RETAIL - BUILDING PRODUCTS - 3.27%</b>	
80,885	Lowe' s Companies, Inc.	1,678,364
	<b>RUBBER - TIRES - 0.42%</b>	
12,245	The Goodyear Tire & Rubber Co. *	218,328
	<b>SCHOOLS - 1.01%</b>	
9,659	DeVry, Inc.	517,916
	<b>SEMICONDUCTOR COMPONENTS - INTEGRATED CIRCUITS - 0.73%</b>	
21,165	Marvell Technology Group, Ltd. *	373,774
	<b>SEMICONDUCTOR EQUIPMENT - 0.30%</b>	
4,500	Varian Semiconductor Equipment Associates, Inc. *	156,690
	<b>SUPER-REGIONAL BANKS - U.S. - 1.09%</b>	
9,820	PNC Financial Services Group, Inc.	560,722
	<b>TELECOM SERVICES - 0.66%</b>	
26,140	Clearwire Corp - Class A *	338,774
	<b>TELECOMMUNICATION EQUIPMENT - 0.32%</b>	
3,155	CommScope, Inc. *	166,489
	<b>THEATERS - 0.29%</b>	
13,740	National CineMedia, Inc. *	146,468
	<b>TRANSPORTATION - SERVICES - 1.54%</b>	
12,850	United Parcel Service, Inc. - Class B	789,890
	<b>TRANSPORTATION - TRUCK - 0.30%</b>	
3,300	Con-way, Inc.	155,958
	<b>WATER - 0.69%</b>	
15,940	American Water Works Co., Inc.	353,549

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [53]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 93.36%** (continued)number of shares

		<u>market value</u>
	<b>WATER &amp; CABLE PRODUCTS - 0.91%</b>	
7,720	General Cable Corp. *	\$469,762
	<b>WIRELESS EQUIPMENT - 1.49%</b>	
18,107	American Tower Corp. - Class A *	765,021
	<b>Total Common Stocks</b> (cost \$50,134,362)	<u>47,973,770</u>

**REITs - 0.96%**number of shares

		<u>market value</u>
	<b>REITS - DIVERSIFIED - 0.96%</b>	
12,032	Digital Realty Trust, Inc.	\$492,229
	<b>Total REITs</b> (cost \$452,307)	<u>492,229</u>

**SHORT-TERM INVESTMENTS - 5.39%**number of shares

		<u>market value</u>
2,771,228	Timothy Plan Money Market Fund, 1.53% <b>(A) (B)</b>	\$2,771,228
	<b>Total Short-Term Investments</b> (cost \$2,771,228)	<u>2,771,228</u>
	<b>TOTAL INVESTMENTS</b> (cost \$53,357,897) - <b>99.71%</b>	<u>\$51,237,227</u>
	<b>OTHER ASSETS LESS LIABILITIES - 0.29%</b>	<u>151,318</u>
	<b>NET ASSETS - 100.00%</b>	<u>\$51,388,545</u>

\* Non-income producing securities.

(ADR) American Depositary Receipt.

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [54]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$50,586,669) [NOTE 1]	\$48,465,999
Investments in Affiliated Securities at Value (cost \$2,771,228) [NOTE 1]	2,771,228
Receivables for:	
Investments Sold	436,906
Fund Shares Sold	193,870
Dividends	15,166
Interest	2,872
Prepaid Expenses	<u>12,555</u>
<b>Total Assets</b>	<b><u><u>\$51,898,596</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$442,881
Payable for Fund Shares Redeemed	7,033
Accrued Advisory Fees	36,902

Accrued 12b-1 Fees Class A	9,908
Accrued 12b-1 Fees Class B	1,403
Accrued 12b-1 Fees Class C	2,381
Accrued Expenses	9,543
<b>Total Liabilities</b>	<b><u><u>\$67,170</u></u></b>

## NET ASSETS

	<u>amount</u>
Class A Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 7,601,633 shares outstanding)	\$46,945,372
Net Asset Value and Redemption Price Per Class A Share (\$46,945,372 / 7,601,633 shares)	\$6.18
Offering Price Per Share (\$6.18 / 0.945)	\$6.54
Class B Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 280,900 shares outstanding)	\$1,632,204
Net Asset Value and Offering Price Per Class B Share (\$1,632,204 / 280,900 shares)	\$5.81
Minimum Redemption Price Per Class B Share (\$5.81 * 0.98)	\$5.69
Class C Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 482,908 shares outstanding)	\$2,810,969



Net Asset Value and Offering Price Per Class C Share (\$2,810,969 / 482,908 shares)	\$5.82
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Minimum Redemption Price Per Share (\$5.82 * 0.99)	\$5.76
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<b>Net Assets</b>	<b><u>\$51,831,426</u></b>
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#### SOURCES OF NET ASSETS

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$56,477,713
Accumulated Net Realized Gain (Loss) on Investments	(2,968,498)
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>(2,120,670)</u>
<b>Net Assets</b>	<b><u>\$51,388,545</u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Growth Fund [55]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$25,686
Dividends	<u>199,996</u>
<b>Total Investment Income</b>	<b><u>225,682</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	223,255
12b-1 Fees (Class A = \$59,735, Class B = \$8,712, Class C = \$14,999) [NOTE 3]	83,446
Fund Accounting, Transfer Agency, & Administration Fees	44,624
Registration Fees	17,405
Custodian Fees	5,669
Miscellaneous Expense	5,187
Audit Fees	5,166
Printing Expense	3,579
CCO Fees	2,280

Trustee Fees	1,989
Insurance Expense	1,798
Legal Expense	<u>1,164</u>
<b>Total Expenses</b>	<b><u>395,562</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>(169,880 )</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b><u>amount</u></b>
Net Realized Gain (Loss) on Unaffiliated Investments	1,974,242
Change in Unrealized Appreciation/Depreciation of Investments	<u>(7,865,665)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(5,891,423)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(6,061,303)</u></u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Growth Fund [56]

## STATEMENT OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	year ended 12/31/07
Operations:		
Net Investment Income (Loss)	(169,880 )	(270,411 )
Net Realized Gain (Loss) on Investments	1,974,242	6,418,965
Change in Unrealized Appreciation/Depreciation of Investments	(7,865,665 )	(2,180,509 )
Net Increase (Decrease) in Net Assets (resulting from operations)	(6,061,303 )	3,968,045

## Distributions to Shareholders From:

## Net Realized Gains:

Class A	-	(5,198,735 )
Class B	-	(196,179 )
Class C	-	(313,091 )
Total Distributions	-	(5,708,005 )

## Capital Share Transactions:

## Proceeds from Shares Sold:

Class A	8,263,895	18,312,526
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Class B	14,373	22,736
Class C	619,853	1,307,432
<b>Dividends Reinvested:</b>		
Class A	–	4,726,540
Class B	–	169,167
Class C	–	274,366
<b>Cost of Shares Redeemed:</b>		
Class A	(8,965,726 )	(33,943,282)
Class B	(117,275 )	(408,268 )
Class C	(579,491 )	(483,913 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	<u>(764,371 )</u>	<u>(10,022,696)</u>
Total Increase (Decrease) in Net Assets	<u>(6,825,674 )</u>	<u>(11,762,656)</u>
<b>Net Assets:</b>		
Beginning of period	<u>58,214,219</u>	<u>69,976,875</u>
End of period	<u><b>\$51,388,545</b></u>	<u><b>\$58,214,219</b></u>
Accumulated Undistributed Net Investment Income (Loss)	<u>\$–</u>	<u>\$–</u>
<b>Shares of Capital Stock of the Fund Sold and Redeemed:</b>		

Shares Sold:

Class A	1,278,541	2,375,173
Class B	2,436	2,996
Class C	101,836	179,541

Shares Reinvested:

Class A	–	692,026
Class B	–	26,227
Class C	–	42,471

Shares Redeemed:

Class A	(1,400,858 )	(4,378,224 )
Class B	(19,080 )	(55,188 )
Class C	<u>(94,282 )</u>	<u>(66,397 )</u>
Net Increase (Decrease) in Number of Shares Outstanding	<u>(131,407 )</u>	<u>(1,181,375 )</u>

The accompanying notes are an integral part of these financial statements.  
The Timothy Large/Mid Growth Fund [57]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP GROWTH FUND - CLASS A SHARES**

	six months ended 6/30/08 <u>(unaudited)</u>	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$6.89</u>	<u>\$7.25</u>	<u>\$6.92</u>	<u>\$6.69</u>	<u>\$6.17</u>	<u>\$5.14</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.02 )	(0.03 )	(0.04 )	(0.05 )(A)	(0.05 )(A)	(0.05 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.69 )</u>	<u>0.39</u>	<u>0.37</u>	<u>0.28</u>	<u>0.57</u>	<u>1.08</u>
Total from Investment Operations	<u>(0.71 )</u>	<u>0.36</u>	<u>0.33</u>	<u>0.23</u>	<u>0.52</u>	<u>1.03</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	<u>-</u>	<u>(0.72 )</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(0.72 )</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$6.18</u></u>	<u><u>\$6.89</u></u>	<u><u>\$7.25</u></u>	<u><u>\$6.92</u></u>	<u><u>\$6.69</u></u>	<u><u>\$6.17</u></u>
Total Return (B)(C)	(10.30 )%(D)	5.09 %	4.77 %	3.44 %	8.43 %	20.04 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$46,945	\$53,183	\$65,510	\$53,901	\$36,869	\$23,407
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.44	%(E)	1.46	%	1.52	%	1.60	%	1.55	%	1.62	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	1.44	%(E)	1.46	%	1.53	%	1.60	%	1.60	%	1.60	%
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(0.58)	%(E)	(0.37)	%	(0.56)	%	(0.80)	%	(0.95)	%	(1.05)	%
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After Reimbursement and Waiver/ Recoupment of Expenses by Adviser	(0.58)	%(E)	(0.37)	%	(0.57)	%	(0.80)	%	(1.00)	%	(1.03)	%
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Portfolio Turnover

111.44	%	44.62	%	60.46	%	38.61	%	60.25	%	53.43	%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [58]



**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP GROWTH FUND - CLASS B SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/ 05	year ended 12/31/ 04	year ended 12/31/ 03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$6.50</u>	<u>\$6.94</u>	<u>\$6.68</u>	<u>\$6.50</u>	<u>\$6.04</u>	<u>\$5.07</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.04 )	(0.08 )	(0.09 )	(0.10)(A)	(0.11)(A)	(0.08)(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.65 )</u>	<u>0.36</u>	<u>0.35</u>	<u>0.28</u>	<u>0.57</u>	<u>1.05</u>
Total from Investment Operations	<u>(0.69 )</u>	<u>0.28</u>	<u>0.26</u>	<u>0.18</u>	<u>0.46</u>	<u>0.97</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	<u>-</u>	<u>(0.72)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(0.72)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$5.81</u></u>	<u><u>\$6.50</u></u>	<u><u>\$6.94</u></u>	<u><u>\$6.68</u></u>	<u><u>\$6.50</u></u>	<u><u>\$6.04</u></u>
Total Return (B)(C)	(10.62 )%(D)	4.16 %	3.89 %	2.77 %	7.62 %	19.13%

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$1,632	\$1,935	\$2,245	\$2,307	\$2,688	\$2,385
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.19	%(E)	2.21 %	2.26 %	2.35 %	2.30 %	2.38 %
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.19	%(E)	2.21 %	2.28 %	2.35 %	2.35 %	2.35 %
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.33	%(E)	(1.10)%	(1.31)%	(1.55)%	(1.70)%	(1.74)%
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.33	%(E)	(1.10)%	(1.33)%	(1.55)%	(1.75)%	(1.71)%
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Portfolio Turnover

111.44 %	44.62%	60.46%	38.61%	60.25%	53.43%
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [59]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**LARGE / MID CAP GROWTH FUND - CLASS C SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/ 05	period ended 12/31/ 04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$6.51</u>	<u>\$6.95</u>	<u>\$6.69</u>	<u>\$6.52</u>	<u>\$6.22</u>
<b>Income from Investment Operations:</b>					
Net Investment Income (Loss)	(0.04 )	(0.07 )	(0.07 )	(0.08)(B)	(0.05)(B)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.65 )</u>	<u>0.35</u>	<u>0.33</u>	<u>0.25</u>	<u>0.35</u>
Total from Investment Operations	<u>(0.69 )</u>	<u>0.28</u>	<u>0.26</u>	<u>0.17</u>	<u>0.30</u>
<b>Less Distributions:</b>					
Dividends from Realized Gains	<u>-</u>	<u>(0.72)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(0.72)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u><u>\$5.82</u></u>	<u><u>\$6.51</u></u>	<u><u>\$6.95</u></u>	<u><u>\$6.69</u></u>	<u><u>\$6.52</u></u>
Total Return (C)(D)	(10.60 )%(E)	4.15 %	3.89 %	2.61 %	4.82 %(E)

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$2,811	\$3,097	\$2,222	\$1,496	\$967
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.19	%(F)	2.22 %	2.27 %	2.35 %	2.30 %(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.19	%(F)	2.22 %	2.27 %	2.35 %	2.35 %(F)

Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.33	%(F)	(1.12)%	(1.31)%	(1.55)%	(1.70)%(F)
After Reimbursement and Waiver/Recoupment of Expenses by Adviser	(1.33	%(F)	(1.12)%	(1.31)%	(1.55)%	(1.75)%(F)

Portfolio Turnover

111.44 %	44.62%	60.46%	38.61%	60.25%
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(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

The accompanying notes are an integral part of these financial statements.

The Timothy Large/Mid Growth Fund [60]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN STRATEGIC GROWTH FUND****FUND PROFILE** (unaudited):

	<b>Asset Allocation</b> <b>(% of Net Assets)</b>
International	25.30 %
Large/Mid-Cap Growth	20.01 %
Large/Mid-Cap Value	20.00 %
Small Cap Value	12.44 %
Aggressive Growth	12.44 %
High Yield Bond	9.85 %
Short-Term Investments	0.20 %
Liabilities in Excess of Other Assets	(0.24 )%
	<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [61]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN STRATEGIC GROWTH FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 925.44	\$ 4.60
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,020.08	\$ 4.83
<b>Actual - Class B</b>	\$ 1,000.00	\$ 922.99	\$ 8.19
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,016.35	\$ 8.59
<b>Actual - Class C</b>	\$ 1,000.00	\$ 921.80	\$ 8.18
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,016.35	\$ 8.58

\* Expenses are equal to the Fund's annualized expense ratio of 0.96% for Class A, 1.71% for Class B, and 1.71% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (7.46)% for Class A, (7.70)% for Class B, and (7.82)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [62]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**MUTUAL FUNDS (A) - 100.04%**number of shares

		<u>market value</u>
1,299,287	Timothy Plan Aggressive Growth Fund	\$7,977,621
697,724	Timothy Plan High Yield Bond Fund	6,314,407
1,554,180	Timothy Plan International Fund	16,225,640
2,075,461	Timothy Plan Large/Mid Cap Growth Fund	12,826,348
909,387	Timothy Plan Large/Mid Cap Value Fund	12,831,456
632,773	Timothy Plan Small Cap Value Fund	<u>7,979,272</u>
	<b>Total Mutual Funds</b> (cost \$66,957,424)	<u>64,154,744</u>

**SHORT-TERM INVESTMENTS - 0.20%**number of shares

		<u>market value</u>
126,759	Timothy Plan Money Market, 1.53% (A)(B)	<u>\$126,759</u>
	<b>Total Short-Term Investments</b> (cost \$126,759)	<u>126,759</u>
	<b>Total Investments</b> (cost \$67,084,183) - <b>100.24%</b>	<u><b>\$64,281,503</b></u>
	<b>LIABILITIES IN EXCESS OF OTHER ASSETS - (0.24)%</b>	<u><b>(150,975 )</b></u>
	<b>TOTAL NET ASSETS - 100.00%</b>	<u><u><b>\$64,130,528</b></u></u>

(A) Affiliated Funds - Class A.

(B) Variable rate security; the rate shown represents the yield at June 30, 2008.

The accompanying notes are an integral part of these financial statements.

The Timothy Strategic Growth Fund [63]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Affiliated Securities at Value (cost \$67,084,183) [NOTE 1]	\$64,281,503
Receivables for:	
Investments Sold	179,609
Fund Shares Sold	32,361
Interest	130
Dividends	111,211
Prepaid Expenses	<u>14,883</u>
<b>Total Assets</b>	<b><u><u>\$64,619,697</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$179,609
Payable for Fund Shares Redeemed	234,068
Accrued Advisory Fees	35,498
Accrued 12b-1 Fees Class B	7,724
Accrued 12b-1 Fees Class C	6,387



Accrued Expenses	25,883
<b>Total Liabilities</b>	<b><u>\$489,169</u></b>
<b>NET ASSETS</b>	
	<b>amount</b>
<b>Class A Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 4,986,846 shares outstanding)	\$42,104,709
Net Asset Value and Redemption Price Per Class A Share (\$42,104,709 / 4,986,846 shares)	\$8.44
Offering Price Per Share (\$8.44 / 0.945)	\$8.93
<b>Class B Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 1,495,532 shares outstanding)	\$12,003,260
Net Asset Value and Offering Price Per Class B Share (\$12,003,260 / 1,495,532 shares)	\$8.03
Minimum Redemption Price Per Class B Share (\$8.03 * 0.98)	\$7.87
<b>Class C Shares:</b>	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 1,249,792 shares outstanding)	\$10,022,559
Net Asset Value and Offering Price Per Class C Share (\$10,022,559 / 1,249,792 shares)	\$8.02
Minimum Redemption Price Per Share (\$8.02* 0.99)	\$7.94
<b>Net Assets</b>	<b><u>\$64,130,528</u></b>

## SOURCES OF NET ASSETS

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$63,182,625
Accumulated Undistributed Net Investment Income (Loss)	326,317
Accumulated Undistributed Net Realized Gain (Loss) on Investments	3,424,266
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>(2,802,680)</u>
<b>Net Assets</b>	<b><u><u>\$64,130,528</u></u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Strategic Growth Fund [64]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$851
Dividends on Affiliated Investments	<u>211,669</u>
<b>Total Investment Income</b>	<b><u>212,520</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	208,784
12b-1 Fees (Class B = \$47,570, Class C = \$36,557) [NOTE 3]	84,127
Fund Accounting, Transfer Agency, & Administration Fees	54,531
Registration Fees	14,919
Custodian Fees	7,160
Audit Fees	6,314
Miscellaneous Expense	4,628
Printing Expense	4,457
CCO Fees	2,786
Trustee Fees	2,288

Insurance Expense	1,578
Legal Expense	<u>1,359</u>
<b>Total Net Expenses</b>	<b><u>392,931</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>(180,411 )</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b>amount</b>
Net Realized Gain (Loss) on Affiliated Investments	<u>(109,141 )</u>
Change in Unrealized Appreciation/Depreciation of Investments	<u>(4,937,395)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(5,046,536)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(5,226,947)</u></u></b>

The accompanying notes are an integral part of these financial statements.  
The Timothy Strategic Growth Fund [65]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 <u>(unaudited)</u>	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$(180,411 )	\$511,879
Net Realized Gain (Loss) on Investments	(109,141 )	6,565,375
Capital Gain Distributions from Affiliated Funds	-	3,251,955
Net Change in Unrealized Appreciation/Depreciation of Investments	<u>(4,937,395 )</u>	<u>(4,039,020)</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(5,226,947 )</u>	<u>6,290,189</u>
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	-	(405,747 )
Class B	-	(18,421 )
Class C	-	(28,235 )
Net Realized Gains:		
Class A	-	(6,021,247)
Class B	-	(2,063,406)

Class C	-	(1,404,504)
Total Distributions	-	(9,941,560)
<b>Capital Share Transactions:</b>		
Proceeds from Shares Sold:		
Class A	5,075,240	10,300,074
Class B	24,517	15,469
Class C	1,914,302	3,622,211
Dividends Reinvested:		
Class A	-	6,126,626
Class B	-	1,970,773
Class C	-	1,321,604
Cost of Shares Redeemed:		
Class A	(3,850,431 )	(6,913,320)
Class B	(1,155,211 )	(3,430,584)
Class C	(936,420 )	(2,065,721)
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	1,071,997	10,947,132
Total Increase (Decrease) in Net Assets	(4,154,950 )	7,295,761

**Net Assets:**

Beginning of period	<u>68,285,478</u>	<u>60,989,717</u>
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End of period	<u><b>\$64,130,528</b></u>	<u><b>\$68,285,478</b></u>
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Accumulated Undistributed Net Investment Income	<u>\$326,317</u>	<u>\$506,728</u>
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**Shares of Capital Stock of the Fund Sold and Redeemed:**

## Shares Sold:

Class A	587,248	992,053
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Class B	2,896	1,553
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Class C	234,081	365,100
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## Shares Reinvested:

Class A	-	679,983
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Class B	-	229,161
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Class C	-	153,854
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## Shares Redeemed:

Class A	(449,981 )	(661,415 )
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Class B	(141,313 )	(335,910 )
---------	------------	------------

Class C	<u>(115,511 )</u>	<u>(204,654 )</u>
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Net Increase (Decrease) in Number of Shares Outstanding

117,420

1,219,725

The accompanying notes are an integral part of these financial statements.

The Timothy Strategic Growth Fund [66]



## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## STRATEGIC GROWTH FUND - CLASS A SHARES

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$9.12</u>	<u>\$9.69</u>	<u>\$9.18</u>	<u>\$8.64</u>	<u>\$8.10</u>	<u>\$6.33</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.01 )	0.10	0.14	(0.10 )(A)	(0.05 )(A)	(0.07 )
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.67 )</u>	<u>0.90</u>	<u>0.82</u>	<u>0.64</u>	<u>0.71</u>	<u>1.84</u>
Total from Investment Operations	<u>(0.68 )</u>	<u>1.00</u>	<u>0.96</u>	<u>0.54</u>	<u>0.66</u>	<u>1.77</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(1.47 )	(0.40 )	- *	(0.12 )	-
Dividends from Net Investment Income	<u>-</u>	<u>(0.10 )</u>	<u>(0.05 )</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(1.57 )</u>	<u>(0.45 )</u>	<u>-</u>	<u>(0.12 )</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$8.44</u>	<u>\$9.12</u>	<u>\$9.69</u>	<u>\$9.18</u>	<u>\$8.64</u>	<u>\$8.10</u>
Total Return (B) (C)	(7.46 )%(D)	10.45 %	10.41 %	6.25 %	8.09 %	27.96 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$42,105	\$44,231	\$37,204	\$26,451	\$21,019	\$12,948
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser (E)

0.96	%(F)	1.00	%	1.07	%	1.11	%	1.13	%	1.17	%
------	------	------	---	------	---	------	---	------	---	------	---

After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser (E)

0.96	%(F)	1.00	%	1.07	%	1.15	%	1.15	%	1.15	%
------	------	------	---	------	---	------	---	------	---	------	---

Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser (E)  
(G)

(0.30)	%(F)	1.10	%	1.49	%	(1.10)	)%	(0.74)	)%	(1.17)	)%
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser (E) (G)

(0.30)	%(F)	1.10	%	1.49	%	(1.14)	)%	(0.76)	)%	(1.15)	)%
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## Portfolio Turnover

5.77	%	45.00	%	10.55	%	1.61	%	0.46	%	0.53	%
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\* Distributions amounted to less than 0.01 per share

(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends. Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(F) Annualized.

(G) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

The accompanying notes are an integral part of these financial statements.

The Timothy Strategic Growth Fund [67]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**STRATEGIC GROWTH FUND - CLASS B SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 8.70</u>	<u>\$ 9.30</u>	<u>\$ 8.85</u>	<u>\$ 8.39</u>	<u>\$ 7.92</u>	<u>\$ 6.25</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	(0.04 )	0.01	0.05	(0.16 )(A)	(0.12 )(A)	(0.11 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.63 )</u>	<u>0.87</u>	<u>0.80</u>	<u>0.62</u>	<u>0.71</u>	<u>1.78</u>
Total from Investment Operations	<u>(0.67 )</u>	<u>0.88</u>	<u>0.85</u>	<u>0.46</u>	<u>0.59</u>	<u>1.67</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(1.47 )	(0.40 )	- *	(0.12 )	-
Dividends from Net Investment Income	<u>-</u>	<u>(0.01 )</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(1.48 )</u>	<u>(0.40 )</u>	<u>-</u>	<u>(0.12 )</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$ 8.03</u>	<u>\$ 8.70</u>	<u>\$ 9.30</u>	<u>\$ 8.85</u>	<u>\$ 8.39</u>	<u>\$ 7.92</u>
Total Return (B)(C)	(7.70 )%(D)	9.65 %	9.53 %	5.49 %	7.39 %	26.72 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 12,003		\$14,219		\$16,177		\$17,467		\$18,535		\$16,350	
Ratio of Expenses to Average Net Assets:												
Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(E)</b>	1.71	% <b>(F)</b>	1.74	%	1.81	%	1.86	%	1.88	%	1.92	%
After Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(E)</b>	1.71	% <b>(F)</b>	1.74	%	1.82	%	1.90	%	1.90	%	1.90	%
Ratio of Net Investment Income (Loss) to Average Net Assets:												
Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(E)(G)</b>	(1.07)	% <b>(F)</b>	0.06	%	0.44	%	(1.85)	%	(1.49)	%	(1.92)	%
After Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(E)(G)</b>	(1.07)	% <b>(F)</b>	0.06	%	0.43	%	(1.89)	%	(1.51)	%	(1.90)	%
Portfolio Turnover	5.77	%	45.00	%	10.55	%	1.61	%	0.46	%	0.53	%

\* Distributions amounted to less than 0.01 per share

(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) For periods of less than one full year, total return is not annualized.

(E) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(F) Annualized.

(G) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

The accompanying notes are an integral part of these financial statements.

The Timothy Strategic Growth Fund [68]

## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## STRATEGIC GROWTH FUND - CLASS C SHARES

	six months ended 6/30/08 <u>(unaudited)</u>	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/ 05	period ended 12/31/04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$ 8.70</u>	<u>\$9.31</u>	<u>\$8.86</u>	<u>\$8.39</u>	<u>\$ 8.03</u>
Income from Investment Operations:					
Net Investment Income (Loss)	(0.05 )	0.03	0.06	(0.16)(B)	(0.05 )(B)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.63 )</u>	<u>0.86</u>	<u>0.79</u>	<u>0.63</u>	<u>0.53</u>
Total from Investment Operations	<u>(0.68 )</u>	<u>0.89</u>	<u>0.85</u>	<u>0.47</u>	<u>0.48</u>
Less Distributions:					
Dividends from Realized Gains	-	(1.47)	(0.40)	- *	(0.12 )
Dividends from Net Investment Income	<u>-</u>	<u>(0.03)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(1.50)</u>	<u>(0.40)</u>	<u>-</u>	<u>(0.12 )</u>
Net Asset Value at End of Period	<u>\$ 8.02</u>	<u>\$8.70</u>	<u>\$9.31</u>	<u>\$8.86</u>	<u>\$ 8.39</u>
Total Return (C)(D)	(7.82 )%(E)	9.73 %	9.51 %	5.61 %	5.92 %(E)

**Ratios/Supplemental Data:**

Net Assets, End of Priod (in 000s)	\$ 10,023	\$9,836	\$7,609	\$5,462	\$ 2,204
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser (G)

1.71    %(F)    1.75 %    1.81 %    1.86 %    1.88    %(F)

After Reimbursement and Waiver/Recoupment of Expenses by Adviser (G)

1.71    %(F)    1.75 %    1.81 %    1.90 %    1.90    %(F)

## Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser (G)(H)

(1.04    )%(F)    0.43 %    0.76 %    (1.85)%    (1.49    )%(F)

After Reimbursement and Waiver/Recoupment of Expenses by Adviser (G)(H)

(1.04    )%(F)    0.43 %    0.76 %    (1.89)%    (1.51    )%(F)

## Portfolio Turnover

5.77    %    45.00%    10.55%    1.61 %    0.46    %

\* Distributions amounted to less than 0.01 per share

(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

(G) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(H) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

The accompanying notes are an integral part of these financial statements.

The Timothy Strategic Growth Fund [69]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN CONSERVATIVE GROWTH FUND****FUND PROFILE** (unaudited):

	<b>Industries</b> (% of Net Assets)
Fixed Income	30.10 %
Large/Mid-Cap Value	20.04 %
International	15.22 %
Large/Mid-Cap Growth	9.99 %
High Yield Bond	9.99 %
Small-Cap Value	9.92 %
Aggressive Growth	4.97 %
Short-Term Investments	0.14 %
Liabilities in Excess of Other Assets	(0.37 )%
	<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as “ongoing costs,” (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.





**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN CONSERVATIVE GROWTH FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 951.39	\$ 4.71
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,020.04	\$ 4.87
<b>Actual - Class B</b>	\$ 1,000.00	\$ 948.16	\$ 8.34
<b>Hypothetical - Class B</b> (5% return before expenses)	\$ 1,000.00	\$ 1,016.31	\$ 8.63
<b>Actual - Class C</b>	\$ 1,000.00	\$ 948.10	\$ 8.32
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,016.32	\$ 8.62

\* Expenses are equal to the Fund's annualized expense ratio of 0.97% for Class A, 1.72% for Class B, and 1.72% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (4.86)% for Class A, (5.18)% for Class B, and (5.19)% for Class C for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [71]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**MUTUAL FUNDS (A) - 100.23%**number of shares

		<u>market value</u>
438,796	Timothy Plan Aggressive Growth Fund	\$2,694,211
1,658,975	Timothy Plan Fixed Income Fund	16,307,722
598,192	Timothy Plan High Yield Bond Fund	5,413,638
789,575	Timothy Plan International Fund	8,243,168
876,178	Timothy Plan Large/Mid Cap Growth Fund	5,414,777
769,426	Timothy Plan Large/Mid Cap Value Fund	10,856,606
426,073	Timothy Plan Small Cap Value Fund	5,372,780
	<b>Total Mutual Funds</b> (cost \$55,878,976)	<u>54,302,902</u>

**SHORT-TERM INVESTMENTS - 0.14%**number of shares

		<u>market value</u>
73,155	Timothy Plan Money Market, 1.53% (A) (B)	\$73,155
	<b>Total Short-Term Investments</b> (cost \$73,155)	<u>73,155</u>
	<b>Total Investments</b> (cost \$55,952,131) - <b>100.37%</b>	<u>\$54,376,057</u>
	<b>LIABILITIES IN EXCESS OF OTHER ASSETS - (0.37)%</b>	<u>(199,672 )</u>
	<b>TOTAL NET ASSETS - 100.00%</b>	<u>\$54,176,385</u>

(A) Affiliated Funds - Class A.

(B) Variable rate security; the rate shown represents the yield at June 30, 2008.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Conservative Growth Fund [72]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Affiliated Securities at Value (cost \$55,952,131) [NOTE 1]	\$54,376,057
Receivables for:	
Fund Shares Sold	12,107
Interest	155
Prepaid Expenses	<u>17,076</u>
<b>Total Assets</b>	<b><u><u>\$54,405,395</u></u></b>

**LIABILITIES**

	<u>amount</u>
Accrued Advisory Fees	\$29,472
Accrued 12b-1 Fees Class B	5,403
Accrued 12b-1 Fees Class C	5,057
Payable for Fund Shares Redeemed	159,634
Accrued Expenses	<u>29,444</u>
<b>Total Liabilities</b>	<b><u><u>\$229,010</u></u></b>

## NET ASSETS

	<u>amount</u>
Class A Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 3,753,511 shares outstanding)	\$37,461,263
Net Asset Value and Redemption Price Per Class A Share (\$37,461,263 / 3,753,511 shares)	\$9.98
Offering Price Per Share (\$9.98 / 0.945)	\$10.56
Class B Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 894,249 shares outstanding)	\$8,505,208
Net Asset Value and Offering Price Per Class B Share (\$8,505,208 / 894,249 shares)	\$9.51
Minimum Redemption Price Per Class B Share (\$9.51 * 0.98)	\$9.32
Class C Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 864,168 shares outstanding)	\$8,209,914
Net Asset Value and Offering Price Per Class C Share (\$8,209,914 / 864,168 shares)	\$9.50
Minimum Redemption Price Per Share (\$9.50 * 0.99)	\$9.41
<b>Net Assets</b>	<b><u>\$54,176,385</u></b>

## SOURCES OF NET ASSETS

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	

Paid-in Capital	\$53,066,471
Accumulated Undistributed Net Investment Income (Loss)	783,319
Accumulated Undistributed Net Realized Gain (Loss) on Investments	1,902,669
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>(1,576,074)</u>
<b>Net Assets</b>	<b><u>\$54,176,385</u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Conservative Growth Fund [73]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$922
Dividends on Affiliated Investments	<u>534,695</u>
<b>Total Investment Income</b>	<b><u>535,617</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fee [NOTE 3]	174,444
12b-1 Fees (Class B = \$33,688, Class C = \$27,917) [NOTE 3]	61,605
Fund Accounting, Transfer Agency, & Administration Fees	45,585
Registration Fees	14,420
Custodian Fees	5,968
Audit Fees	5,277
Miscellaneous Expense	3,968
Printing Expense	3,725
CCO Fees	2,329
Trustee Fees	1,889

Insurance Expense	1,567
Legal Expense	<u>1,120</u>
<b>Total Expenses</b>	<b><u>321,897</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>213,720</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b>amount</b>
Net Realized Gain (Loss) on Affiliated Investments	200,266
Change in Unrealized Appreciation/Depreciation of Investments	<u>(3,162,955)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(2,962,689)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(2,748,969)</u></u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Conservative Growth Fund [74]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$213,720	\$966,363
Net Realized Gain (Loss) on Investments	200,266	4,679,415
Capital Gain Distributions from Investment Companies	-	1,656,195
Net Change in Unrealized Appreciation/Depreciation of Investments	<u>(3,162,955 )</u>	<u>(3,022,147)</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(2,748,969 )</u>	<u>4,279,826</u>
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	-	(645,101 )
Class B	-	(95,736 )
Class C	-	(77,718 )
Capital Gains:		
Class A	-	(4,368,631 )
Class B	-	(1,174,644 )



Class C	-	(859,370 )
Total Distributions	-	(7,221,200)
<b>Capital Share Transactions:</b>		
Proceeds from Shares Sold:		
Class A	5,039,525	8,850,423
Class B	56,469	72,819
Class C	1,985,991	2,466,071
Dividends Reinvested:		
Class A	-	4,750,165
Class B	-	1,183,084
Class C	-	887,255
Cost of Shares Redeemed:		
Class A	(3,823,774 )	(6,630,974 )
Class B	(794,600 )	(1,489,383 )
Class C	(544,566 )	(1,586,678 )
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	1,919,045	8,502,782
Total Increase (Decrease) in Net Assets	(829,924 )	5,561,408

**Net Assets:**

Beginning of period	<u>55,006,309</u>	<u>49,444,901</u>
End of period	<u><u>\$54,176,385</u></u>	<u><u>\$55,006,309</u></u>
Accumulated Undistributed Net Investment Income	<u>\$783,319</u>	<u>\$569,599</u>

**Shares of Capital Stock of the Fund Sold and Redeemed:**

## Shares Sold:

Class A	497,774	754,177
Class B	5,832	6,546
Class C	205,537	219,423

## Shares Reinvested:

Class A	-	456,309
Class B	-	118,786
Class C	-	89,172

## Shares Redeemed:

Class A	(377,052 )	(567,858 )
Class B	(82,245 )	(131,104 )
Class C	<u>(56,309 )</u>	<u>(139,998 )</u>

Net Increase (Decrease) in Number of Shares Outstanding

193,537

805,453

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Conservative Growth Fund [75]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**CONSERVATIVE GROWTH FUND - CLASS A SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 10.49</u>	<u>\$ 11.10</u>	<u>\$ 10.83</u>	<u>\$ 10.26</u>	<u>\$ 9.85</u>	<u>\$ 8.20</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.05	0.22	0.32	(0.01 ) (A)	0.02 (A)	– (A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.56 )</u>	<u>0.75</u>	<u>0.75</u>	<u>0.58</u>	<u>0.61</u>	<u>1.66</u>
Total from Investment Operations	<u>(0.51 )</u>	<u>0.97</u>	<u>1.07</u>	<u>0.57</u>	<u>0.63</u>	<u>1.66</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	–	(1.38 )	(0.58 )	–	(0.19 )	(0.01 )
Dividends from Net Investment Income	–	(0.20 )	(0.22 )	–	–	–
Distributions from Return of Capital	–	–	–	–	(0.03 )	–
Total Distributions	<u>–</u>	<u>(1.58 )</u>	<u>(0.80 )</u>	<u>–</u>	<u>(0.22 )</u>	<u>(0.01 )</u>
Net Asset Value at End of Period	<u><u>\$ 9.98</u></u>	<u><u>\$ 10.49</u></u>	<u><u>\$ 11.10</u></u>	<u><u>\$ 10.83</u></u>	<u><u>\$ 10.26</u></u>	<u><u>\$ 9.85</u></u>

Total Return <b>(B)(C)</b>	(4.86 )%(F)	8.85 %	9.86 %	5.56 %	6.41 %	20.22 %
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**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 37,461	\$38,102	\$33,189	\$27,765	\$23,241	\$15,765
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Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(D)</b>	0.97	%(G)	1.02 %	1.08 %	1.13 %	1.14 %	1.18 %
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser <b>(D)</b>	0.97	%(G)	1.02 %	1.09 %	1.15 %	1.15 %	1.15 %
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Ratio of Net Investment Income (Loss) to Average  
Net Assets:

Before Reimbursement and Waiver/ Recoupment of Expenses by Adviser <b>(D)</b> <b>(E)</b>	1.03	%(G)	2.09 %	2.98 %	(0.11 )%	0.27 %	0.02 %
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser <b>(D) (E)</b>	1.03	%(G)	2.09 %	2.97 %	(0.13 )%	0.26 %	0.05 %
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Portfolio Turnover	8.77 %	40.54 %	6.12 %	3.61 %	0.00 %	2.51 %
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(E) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

(F) For periods of less than one full year, total return is not annualized.

(G) Annualized.

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Conservative Growth Fund [76]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**CONSERVATIVE GROWTH FUND - CLASS B SHARES**

	six months ended 6/30/08 (unaudited)	year ended 12/31/ 07	year ended 12/31/06	year ended 12/31/05	year ended 12/31/04	year ended 12/31/03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 10.03</u>	<u>\$10.67</u>	<u>\$10.43</u>	<u>\$9.96</u>	<u>\$9.60</u>	<u>\$8.06</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	0.02	0.14	0.22	(0.09 )(A)	(0.05 )(A)	(0.06 )(A)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.54 )</u>	<u>0.71</u>	<u>0.72</u>	<u>0.56</u>	<u>0.60</u>	<u>1.61</u>
Total from Investment Operations	<u>(0.52 )</u>	<u>0.85</u>	<u>0.94</u>	<u>0.47</u>	<u>0.55</u>	<u>1.55</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	(1.38)	(0.58 )	-	(0.19 )	(0.01 )
Dividends from Net Investment Income	<u>-</u>	<u>(0.11)</u>	<u>(0.12 )</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(1.49)</u>	<u>(0.70 )</u>	<u>-</u>	<u>(0.19 )</u>	<u>(0.01 )</u>
Net Asset Value at End of Period	<u>\$ 9.51</u>	<u>\$10.03</u>	<u>\$10.67</u>	<u>\$10.43</u>	<u>\$9.96</u>	<u>\$9.60</u>
Total Return (B)(C)	(5.18 )%(F)	8.05 %	9.00 %	4.72 %	5.72 %	19.20 %

**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 8,505	\$9,740	\$10,423	\$11,652	\$12,870	\$11,918
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**Ratio of Expenses to Average Net Assets:**

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser **(D)**

1.72	% <b>(G)</b>	1.76 %	1.82 %	1.88 %	1.89 %	1.94 %
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser **(D)**

1.72	% <b>(G)</b>	1.76 %	1.85 %	1.90 %	1.90 %	1.90 %
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**Ratio of Net Investment Income (Loss) to Average  
Net Assets:**

Before Reimbursement and Waiver/  
Recoupment of Expenses by Adviser **(D)(E)**

0.20	% <b>(G)</b>	1.14 %	1.88 %	(0.86 )%	(0.48 )%	(0.76 )%
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After Reimbursement and Waiver/Recoupment  
of Expenses by Adviser **(D)(E)**

0.20	% <b>(G)</b>	1.14 %	1.85 %	(0.88 )%	(0.49 )%	(0.72 )%
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**Portfolio Turnover**

8.77	%	40.54%	6.12 %	3.61 %	0.00 %	2.51 %
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(A) Per share amounts calculated using average shares method.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(D) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(E) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

(F) For periods of less than one full year, total return is not annualized.

(G) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Conservative Growth Fund [77]

## FINANCIAL HIGHLIGHTS

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

## CONSERVATIVE GROWTH FUND - CLASS C SHARES

	six months ended 6/30/08 <u>(unaudited)</u>	year ended 12/31/ 07	year ended 12/31/ 06	year ended 12/31/ 05	period ended 12/31/ 04 (A)
<b>Per Share Operating Performance:</b>					
Net Asset Value at Beginning of Period	<u>\$ 10.02</u>	<u>\$10.68</u>	<u>\$10.44</u>	<u>\$9.97</u>	<u>\$9.69</u>
Income from Investment Operations:					
Net Investment Income (Loss)	-	0.12	0.23	(0.09)(B)	(0.02)(B)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.52 )</u>	<u>0.72</u>	<u>0.73</u>	<u>0.56</u>	<u>0.49</u>
Total from Investment Operations	<u>(0.52 )</u>	<u>0.84</u>	<u>0.96</u>	<u>0.47</u>	<u>0.47</u>
Less Distributions:					
Dividends from Realized Gains	-	(1.38)	(0.58)	-	(0.19)
Dividends from Net Investment Income	<u>-</u>	<u>(0.12)</u>	<u>(0.14)</u>	<u>-</u>	<u>-</u>
Total Distributions	<u>-</u>	<u>(1.50)</u>	<u>(0.72)</u>	<u>-</u>	<u>(0.19)</u>
Net Asset Value at End of Period	<u><u>\$ 9.50</u></u>	<u><u>\$10.02</u></u>	<u><u>\$10.68</u></u>	<u><u>\$10.44</u></u>	<u><u>\$9.97</u></u>
Total Return (C)(D)	(5.19 )%(E)	7.98 %	9.16 %	4.71 %	4.84 %(E)



**Ratios/Supplemental Data:**

Net Assets, End of Period (in 000s)	\$ 8,210	\$7,164	\$5,833	\$4,361	\$2,638
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## Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of  
Expenses by Adviser (G)

1.72	% <b>(F)</b>	1.77 %	1.84 %	1.88 %	1.89 % <b>(F)</b>
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After Reimbursement and Waiver/Recoupment of  
Expenses by Adviser (G)

1.72	% <b>(F)</b>	1.77 %	1.84 %	1.90 %	1.90 % <b>(F)</b>
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## Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of  
Expenses by Adviser (G) (H)

0.37	% <b>(F)</b>	1.40 %	2.36 %	(0.86)%	(0.48)% <b>(F)</b>
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After Reimbursement and Waiver/Recoupment of  
Expenses by Adviser (G) (H)

0.37	% <b>(F)</b>	1.40 %	2.36 %	(0.88)%	(0.49)% <b>(F)</b>
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## Portfolio Turnover

8.77	%	40.54%	6.12 %	3.61 %	0.00 %
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(A) For the period February 3, 2004 (Commencement of Operations) to December 31, 2004.

(B) Per share amounts calculated using average shares method.

(C) Total return calculation does not reflect redemption fee.

(D) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been higher or lower if certain expenses had not been reimbursed, waived or recouped.

(E) For periods of less than one full year, total return is not annualized.

(F) Annualized.

(G) These ratios exclude the impact of expenses of the underlying security holdings as represented in the schedule of investments.

(H) Recognition of net investment income (loss) by the Fund is affected by the timing of the declaration of dividends by the underlying investment companies in which the Fund invests.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Conservative Growth Fund [78]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN MONEY MARKET FUND****FUND PROFILE** (unaudited):

Top Ten Holdings (% of Net Assets)	Industries (% of Net Assets)
U.S. Treasury Bill, 1.66%, 07/10/2008	14.65% Government 87.27 %
Fidelity Institutional Money Market Port., 2.56%	6.51 % Money Market Instruments 6.51 %
Federal Home Loan Bank, 0.86%, 07/02/2008	4.89 % Asset-Backed 6.07 %
Federal Home Loan Bank, 1.92%, 07/16/2008	4.88 % Cash & Other Assets less Liabilities 0.15 %
Federal Home Loan Bank, 1.91%, 07/18/2008	4.88 % 100.00%
Federal Home Loan Bank, 1.92%, 07/23/2008	4.88 %
Federal Home Loan Bank, 1.97%, 08/06/2008	4.88 %
Federal Home Loan Bank, 1.97%, 08/08/2008	4.88 %
Federal Home Loan Bank, 2.13%, 08/20/2008	4.87 %
Federal Home Loan Bank, 2.42%, 09/24/2008	4.86 %
	<u>60.18%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply

divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [79]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN MONEY MARKET FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	<b>Beginning Account Value 1/1/2008</b>	<b>Ending Account Value 6/30/2008</b>	<b>Expenses Paid During Period* 1/1/ 2008 through 6/30/2008</b>
<b>Actual</b>	\$ 1,000.00	\$ 1,011.28	\$ 3.70
<b>Hypothetical</b> (5% return before expenses)	\$ 1,000.00	\$ 1,021.19	\$ 3.72

\* Expenses are equal to the Fund's annualized expense ratio of 0.74%, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period.) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of 1.13% for the six-month period of January 1, 2008, to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [80]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**SHORT-TERM INVESTMENTS - 99.85%**

<u>par value</u>		<u>market value</u>
<b>Asset-Backed Bonds - 6.07%</b>		
859,349	CNH Equipment Trust, 2.75%, 05/11/2009	\$859,349
1,005,452	John Deere Owner Trust, 2.74%, 05/08/2009	1,005,452
<b>Total Asset-Backed Bonds</b> (amortized cost \$1,864,801)		<b>1,864,801</b>
<b>U.S. Government Agencies - 69.37%</b>		
1,500,000	Federal Home Loan Bank, 0.86%, 07/02/2008	1,499,912
1,355,000	Federal Home Loan Bank, 1.87%, 07/11/2008	1,354,227
1,500,000	Federal Home Loan Bank, 1.92%, 07/16/2008	1,498,724
1,500,000	Federal Home Loan Bank, 1.91%, 07/18/2008	1,498,534
1,500,000	Federal Home Loan Bank, 1.92%, 07/23/2008	1,498,158
750,000	Federal Home Loan Bank, 2.10%, 07/30/2008	748,672
1,500,000	Federal Home Loan Bank, 1.97%, 08/06/2008	1,496,985
1,500,000	Federal Home Loan Bank, 1.97%, 08/08/2008	1,496,817
1,450,000	Federal Home Loan Bank, 2.11%, 08/13/2008	1,446,274
1,500,000	Federal Home Loan Bank, 2.13%, 08/20/2008	1,495,573
1,300,000	Federal Home Loan Bank, 2.22%, 08/29/2008	1,295,214
1,000,000	Federal Home Loan Bank, 2.30%, 09/02/2008	995,975
1,200,000	Federal Home Loan Bank, 2.37%, 09/05/2008	1,194,786
800,000	Federal Home Loan Bank, 2.34%, 09/12/2008	796,204
1,500,000	Federal Home Loan Bank, 2.42%, 09/24/2008	1,491,429
1,500,000	Federal Home Loan Bank, 2.29%, 11/26/2008	1,486,002
<b>Total U.S. Government Agencies</b> (amortized cost \$21,293,486)		<b>21,293,486</b>
<b>Money Market Instruments - 6.51%</b>		
1,997,506	Fidelity Institutional Money Market Portfolio, 2.56% (A)	1,997,506
<b>Total Money Market Instruments</b> (cost \$1,997,506)		<b>1,997,506</b>
<b>U.S. Treasury Bills - 17.90%</b>		
4,500,000	U.S. Treasury Bill, 1.66%, 07/10/2008	4,497,926
1,000,000	U.S. Treasury Bill, 1.65%, 09/25/2008	996,111
<b>Total U.S. Treasury Bills</b> (amortized cost \$5,494,037)		<b>5,494,037</b>
<b>TOTAL INVESTMENTS</b> (cost \$30,649,830) - 99.85%		<b>\$30,649,830</b>
<b>CASH &amp; OTHER ASSETS LESS LIABILITIES - 0.15%</b>		<b>45,581</b>
<b>TOTAL NET ASSETS - 100.00%</b>		<b>\$30,695,411</b>

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Money Market Fund [81]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$30,649,830) [NOTE 1]	\$30,649,830
Cash	83,324
Receivables:	
Interest	7,610
Prepaid Expenses	<u>10,611</u>
<b>Total Assets</b>	<b><u><u>\$30,751,375</u></u></b>
<b>LIABILITIES</b>	
	<u>amount</u>
Accrued Advisory Fees	\$19,725
Payable for Distributions	25,690
Accrued Expenses	<u>10,549</u>
<b>Total Liabilities</b>	<b><u><u>\$55,964</u></u></b>
<b>NET ASSETS</b>	
	<u>amount</u>
<b>Net Assets</b>	<b><u><u>\$30,695,411</u></u></b>

Shares of Capital Stock Outstanding (par value \$0.001, unlimited shares authorized)	<u>30,705,883</u>
Net Asset Value, Offering and Redemption Price Per Share (\$30,695,411 / 30,704,883 shares)	<u>\$1.00</u>

**SOURCES OF NET ASSETS**

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	
Paid-in Capital	\$30,694,782
Accumulated Undistributed Net Realized Gain (Loss) on Investments	<u>629</u>
<b>Net Assets</b>	<b><u><u>\$30,695,411</u></u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Money Market Fund [82]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Unaffiliated Investments	\$466,788
<b>Total Investment Income</b>	<b><u>466,788</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	94,520
Fund Accounting, Transfer Agency, & Administration Fees	26,877
Registration Fees	9,945
Custodian Fees	5,968
Miscellaneous Expense	1,981
Audit Fees	3,112
Printing Expense	2,197
CCO Fees	1,374
Trustee Fees	855
Legal Expense	661
Insurance Expense	<u>551</u>



<b>Total Expenses</b>	<u>148,041</u>
Fees Waived by Adviser	<u>(31,507)</u>
<b>Total Net Expenses</b>	<u>116,534</u>
<b>Net Investment Income (Loss)</b>	<u>350,254</u>
 <b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<u>amount</u>
Net Realized Gain (Loss) on Unaffiliated Investments	<u>57</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<u><u>\$350,311</u></u>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Money Market Fund [83]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/2008 (unaudited)	year ended 12/31/07
<b>Operations:</b>		
Net Investment Income (Loss)	\$350,254	\$1,245,341
Net Realized Gain (Loss) on Investments	57	1,649
Net Increase (Decrease) in Net Assets (resulting from operations)	350,311	1,246,990
<b>Distributions to Shareholders From:</b>		
Net Investment Income	(361,500 )	(1,245,883 )
Total Distributions	(361,500 )	(1,245,883 )
<b>Capital Share Transactions:</b>		
<b>Proceeds from Shares Sold:</b>		
	57,494,203	178,091,297
Dividends Reinvested:	100,410	232,944
Cost of Shares Redeemed:	(72,321,304 )	(152,705,330)
Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	(14,726,691 )	25,618,911
Total Increase (Decrease) in Net Assets	(14,737,880 )	25,620,018
<b>Net Assets:</b>		

Beginning of period	<u>45,433,291</u>	<u>19,813,273</u>
End of period	<u>\$30,695,411</u>	<u>\$45,433,291</u>
Accumulated Undistributed Net Investment Income (Loss)	<u>\$-</u>	<u>\$-</u>
<b>Shares of Capital Stock of the Fund Sold and Redeemed:</b>		
Shares Sold:	57,494,203	178,090,978
Shares Reinvested:	100,410	232,944
Shares Redeemed:	<u>(72,321,304 )</u>	<u>(152,705,330)</u>
Net Increase (Decrease) in Number of Shares Outstanding	<u>(14,726,691 )</u>	<u>25,618,592</u>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan Money Market Fund [84]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**MONEY MARKET FUND**

	six months ended 6/30/08 (unaudited)	year ended 12/31/07	year ended 12/31/06	year ended 12/31/ 05	year ended 12/31/ 04	year ended 12/31/ 03
<b>Per Share Operating Performance:</b>						
Net Asset Value at Beginning of Period	<u>\$ 1.00</u>	<u>\$1.00</u>	<u>\$1.00</u>	<u>\$1.00</u>	<u>\$1.00</u>	<u>\$1.00</u>
<b>Income from Investment Operations:</b>						
Net Investment Income (Loss)	<u>0.01</u>	<u>0.04</u>	<u>0.04</u>	<u>0.03 (A)</u>	<u>0.01 (A)</u>	<u>0.01 (A)</u>
Total from Investment Operations	<u>0.01</u>	<u>0.04</u>	<u>0.04</u>	<u>0.03</u>	<u>0.01</u>	<u>0.01</u>
<b>Less Distributions:</b>						
Dividends from Realized Gains	-	-	-	(0.00)*	-	-
Dividends from Net Investment Income	<u>(0.01 )</u>	<u>(0.04 )</u>	<u>(0.04 )</u>	<u>(0.03)</u>	<u>(0.01)</u>	<u>(0.01)</u>
Total Distributions	<u>(0.01 )</u>	<u>(0.04 )</u>	<u>(0.04 )</u>	<u>(0.03)</u>	<u>(0.01)</u>	<u>(0.01)</u>
Net Asset Value at End of Priod	<u><u>\$ 1.00</u></u>	<u><u>\$1.00</u></u>	<u><u>\$1.00</u></u>	<u><u>\$1.00</u></u>	<u><u>\$1.00</u></u>	<u><u>\$1.00</u></u>
Total Return (B)	1.13 % (C)	4.26 %	4.17 %	2.48 %	0.97 %	0.59 %
<b>Ratios/Supplemental Data:</b>						
Net Assets, End of Period (in 000s)	\$30,695	\$45,433	\$19,813	\$5,195	\$3,698	\$3,554

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser

0.94    **%(D)**    0.99 %    1.21 %    1.13 %    1.20 %    1.40 %

After Reimbursement and Waiver/Recoupment of Expenses by Adviser

0.74    **%(D)**    0.78 %    0.85 %    0.66 %    0.25 %    0.48 %

Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser

2.02    **%(D)**    3.85 %    3.85 %    2.03 %    0.07 %    (0.36)%

After Reimbursement and Waiver/Recoupment of Expenses by Adviser

2.22    **%(D)**    4.05 %    4.21 %    2.50 %    1.02 %    0.56 %

\* Amount Distributed less than 0.01 per share

(A) Per share amounts calculated using average shares method.

(B) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

Total return would have been lower if certain expenses had not been reimbursed or waived.

(C) For periods of less than one full year, total return is not annualized.

(D) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan Money Market Fund [85]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN HIGH YIELD BOND FUND****FUND PROFILE** (unaudited):

<u>(% of Net Assets)</u>	<u>Top Ten Holdings</u>	<u>(% of Net Assets)</u>	<u>Industries</u>	<u>(%)</u>
	Ipalco Enterprises, Inc., 7.25%, 04/01/2016	3.14 %	Energy	25.66 %
	Intergen NV, 9.00%, 06/30/2017	2.66 %	Financials	16.67 %
	Helix Energy Solutions Grp, Inc., 9.50%, 01/15/2016	2.63 %	Consumer Discretionary	15.19 %
	Berry Petroleum Co., 8.25%, 11/01/2016	2.61 %	Utilities	13.32 %
	The Goodyear Tire & Rubber Co., 8.625%, 12/01/2011	2.60 %	Materials	10.64 %
	Energy Future Holdings Corp., 10.88%, 11/01/2017	2.59 %	Industrials	6.07 %
	Hawker Beechcraft Acq. Co. LLC, 8.50%, 04/01/2015	2.59 %	Consumer Staples	4.46 %
	Allied Waste NA, 7.125%, 05/15/2016	2.56 %	Telecommunication Services	3.09 %
	Cimarex Energy Co., 7.125%, 05/01/2017	2.52 %	Information Technology	2.31 %
	Whiting Petroleum Corp., 7.00%, 02/01/2014	2.52 %	Short-Term Investments	0.71 %
		<u>26.42%</u>	Other Assets Less Liabilities	<u>1.88 %</u>
				<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period of January 1, 2008, through June 30, 2008.

**Actual Expenses**

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [86]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN HIGH YIELD BOND FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 980.95	\$ 6.65
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,018.15	\$ 6.77
<b>Actual - Class C</b>	\$ 1,000.00	\$ 978.06	\$ 10.33
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,014.42	\$ 10.52

\* Expenses are equal to the Fund's annualized expense ratio of 1.35% for Class A and 2.10% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (1.91)% for Class A and (2.19)% for Class C for the six-month period of January 1, 2008 to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [87]



**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**BONDS AND NOTES - 96.35%**

<u>par value</u>		<u>market value</u>
<b>CORPORATE BONDS - 96.34%</b>		
250,000	Actuant Corp, 6.875%, 06/15/2017	\$246,875
500,000	Allied Waste NA, 7.125%, 05/15/2016	500,000
500,000	American Axle & Manufacturing Inc., 7.875%, 03/01/2017	367,500
500,000	Ashtead Holdings plc, 8.625%, 08/01/2015 (A)	437,500
500,000	Berry Petroleum Co., 8.25%, 11/01/2016	510,000
500,000	China Properties Group, Ltd., 9.125%, 05/04/2014 (A)	341,250
500,000	Cimarex Energy Co., 7.125%, 05/01/2017	493,750
200,000	Copano Energy LLC, 7.75%, 06/01/2018 (A)	196,000
500,000	Crum & Forster Holding Corp., 7.75%, 05/01/2017	466,250
500,000	Dynegy Holdings, Inc., 7.75%, 06/01/2019	457,500
500,000	Energy Future Holdings Corp., 10.88%, 11/01/2017 (A)	507,500
500,000	Felcor Lodging LP, 4.8025%, 12/01/2011 (C)	452,500
500,000	Forest Oil Corp., 7.25%, 06/15/2019	482,500
500,000	Georgia-Pacific LLC, 7.70%, 06/15/2015	475,000
500,000	Hawker Beechcraft Acquisition Co. LLC, 8.50%, 04/01/2015	506,250
500,000	Helix Energy Solutions Group, Inc., 9.50%, 01/15/2016 (A)	515,000
500,000	The Hertz Corp, 8.875%, 01/01/2014	460,000
500,000	Intergen NV, 9.00%, 06/30/2017 (A)	520,000
620,000	Ipalco Enterprises, Inc., 7.25%, 04/01/2016 (A)	613,800
500,000	Janus Capital Group Inc., 6.70%, 06/15/2017	480,668
400,000	Liberty Mutual Group, Inc., 10.75%, 06/15/2058 (A)	383,824
500,000	Markwest Energy Partners LP, 6.875%, 11/01/2014	473,750
500,000	Momentive Performance Materials, Inc., 9.75%, 12/01/2014	430,000
500,000	Noranda Aluminum Acquisition Corp., 6.8275%, 05/15/2015 (C)	433,750
500,000	NRG Energy, Inc., 7.375%, 01/15/2017	473,750
500,000	Pilgrim' s Pride Corp., 7.625%, 05/01/2015	413,750
500,000	Reliant Energy Inc., 7.625%, 06/15/2014	490,000
500,000	Rent-A-Center, Inc., 7.50%, 05/01/2010	486,250
500,000	R.H. Donnelley Corp., 8.875%, 10/15/2017 (A)	300,000
500,000	Sanmina-SCI Corp., 8.125%, 03/01/2016	452,500
500,000	Sealy Mattress Co., 8.25%, 06/15/2014	412,500
500,000	Seitel Inc., 9.75%, 02/15/2014	449,375
500,000	SLM Corp., 5.00%, 04/15/2015	423,670
500,000	Smithfield Foods, Inc., 7.00%, 08/01/2011	458,750
250,000	Steel Dynamics, Inc., 7.375%, 11/01/2012 (A)	251,250
500,000	Swift Energy Co., 7.125%, 06/01/2017	463,750
500,000	Terra Capital Inc., 7.00%, 02/01/2017	492,500
501,000	The Goodyear Tire & Rubber Co., 8.625%, 12/01/2011	508,515

The accompanying notes are an integral part of these financial statements.



**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**BONDS AND NOTES - 96.35%** (continued)

<u>par value</u>		<u>market value</u>
500,000	USG Corp., 8.00%, 01/15/2018	\$440,000
200,000	Videotron, Ltd., 9.125%, 04/15/2018 (A)	210,000
400,000	Vimpel Communications, 9.125%, 04/30/2018 (A)	394,480
500,000	W & T Offshore Inc., 8.25%, 06/15/2014 (A)	485,000
500,000	Whiting Petroleum Corp., 7.00%, 02/01/2014	493,125
	<b>TOTAL BONDS AND NOTES</b> (cost \$20,339,440)	<b>18,850,332</b>

**PREFERRED STOCKS - 1.06%**

<u>number of shares</u>		<u>market value</u>
3,500	American International Group, 8.50% (B)	\$207,515
	<b>Total Preferred Stocks</b> (cost \$258,450)	<b>207,515</b>

**SHORT TERM INVESTMENTS - 0.71%**

<u>number of shares</u>		<u>market value</u>
138,213	Timothy Plan Money Market Fund, 1.53% (C) (D)	\$138,213
	<b>Total Short Term Investments</b> (cost \$138,213)	<b>138,213</b>
	<b>TOTAL INVESTMENTS</b> (cost \$20,736,103) - <b>98.12%</b>	<b>\$ 19,196,060</b>
	<b>OTHER ASSETS LESS LIABILITIES - 1.88%</b>	<b>367,115</b>
	<b>NET ASSETS - 100.00%</b>	<b>\$ 19,563,175</b>

(A) 144A Security - Security exempt from registration under Rule 144A of the Securities Act of 1933. The securities may be resold in transactions exempt from registration typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.

(B) Each share convertible into 1.6447 shares of common stock

(C) Variable rate security; the rate shown represents the yield at June 30, 2008.

(D) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

Timothy Plan High Yield Bond Fund [89]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$20,597,890) [NOTE 1]	\$19,057,847
Investments in Affiliated Securities at Value (cost \$ 138,213) [NOTE 1]	138,213
Receivables for:	
Fund Shares Sold	444,265
Interest	346,323
Prepaid Expenses	<u>20,410</u>
<b>Total Assets</b>	<b><u><u>\$20,007,058</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Fund Shares Redeemed	\$78,345
Payable for Income Distribution	334,970
Accrued Advisory Fees	13,333
Accrued 12b-1 Fees Class A	4,071
Accrued 12b-1 Fees Class C	251

Accrued Expenses	12,913
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<b>Total Liabilities</b>	<b><u>\$443,883</u></b>
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**NET ASSETS**

	<u>amount</u>
Class A Shares:	

Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 2,121,794 shares outstanding)	\$19,200,632
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Net Asset Value and Redemption Price Per Class A Share (\$19,200,632 / 2,121,794 shares)	\$9.05
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Offering Price Per Share (\$9.05 / 0.955)	\$9.48
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Class C Shares:	
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Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 39,465 shares outstanding)	\$362,543
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Net Asset Value and Offering Price Per Class C Share (\$362,543 / 39,465 shares)	\$9.19
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Minimum Redemption Price Per Share (\$9.19 * 0.99)	\$9.10
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<b>Net Assets</b>	<b><u>\$19,563,175</u></b>
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**SOURCES OF NET ASSETS**

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of: Paid-in Capital	\$21,459,943

Accumulated Undistributed Net Realized Gain (Loss) on Investments	(356,725 )
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Net Unrealized (Depreciation) in Value of Investments	<u>(1,540,043 )</u>
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**Net Assets**

**\$19,563,175**

The accompanying notes are an integral part of these financial statements.  
Timothy Plan High Yield Bond Fund [90]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Unaffiliated Investments	\$770,055
Interest on Affiliated Investments	<u>10,616</u>
<b>Total Investment Income</b>	<b><u>780,671</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	60,525
12b-1 Fees (Class A = \$24,882, Class C = \$1,347) [NOTE 3]	26,229
Fund Accounting, Transfer Agency, & Administration Fees	17,136
Registration Fees	14,420
Audit Fees	6,415
Miscellaneous Expense	3,314
Custodian Fees	2,386
Printing Expense	1,400
CCO Fees	875
Trustee Fees	597

Legal Expense	<u>421</u>
<b>Total Expenses</b>	<b><u>133,718</u></b>
Expenses Recouped by Adviser [NOTE 3]	<u>3,440</u>
<b>Total Net Expenses</b>	<b><u>137,158</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>643,513</u></b>
 <b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<u>amount</u>
Net Realized Gain (Loss) on Unaffiliated Investments	(367,041 )
Change in Unrealized Appreciation/Depreciation of Investments	<u>(654,383 )</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(1,021,424)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(377,911 )</u></u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan High Yield Bond Fund [91]



## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 <u>(unaudited)</u>	period ended 12/31/07 (A) <u></u>
<b>Operations:</b>		
Net Investment Income (Loss)	\$643,513	\$691,810
Net Realized Gain (Loss) on Investments	(367,041 )	12,797
Change in Unrealized Appreciation/Depreciation of Investments	<u>(654,383 )</u>	<u>(885,660 )</u>
Net Increase (Decrease) in Net Assets (resulting from operations)	<u>(377,911 )</u>	<u>(181,053 )</u>

**Distributions to Shareholders From:**

## Net Investment Income:

Class A	(649,303 )	(690,140 )
Class C	<u>(6,112 )</u>	<u>(4,151 )</u>
Total Distributions	<u>(655,415 )</u>	<u>(694,291 )</u>

**Capital Share Transactions:**

Class A	3,061,954	21,463,514
Class C	241,175	251,123

## Dividends Reinvested:

Class A	618,464	665,546
Class C	3,578	2,132
<b>Cost of Shares Redeemed:</b>		
Class A	(3,743,518 )	(972,985 )
Class C	<u>(110,089 )</u>	<u>(9,049 )</u>
<b>Net Increase (Decrease) in Net Assets (resulting from capital share transactions)</b>	<u>71,564</u>	<u>21,400,281</u>
<b>Total Increase (Decrease) in Net Assets</b>	<u>(961,762 )</u>	<u>20,524,937</u>
<b>Net Assets:</b>		
Beginning of period	<u>20,524,937</u>	<u>–</u>
End of period	<u><u>\$19,563,175</u></u>	<u><u>\$20,524,937</u></u>
<b>Accumulated Undistributed Net Investment Income (Loss)</b>	<u>\$–</u>	<u>\$–</u>
<b>Shares of Capital Stock of the Fund Sold and Redeemed:</b>		
<b>Shares Sold:</b>		
Class A	326,860	2,159,291
Class C	25,617	25,773
<b>Shares Reinvested:</b>		
Class A	67,987	68,973

Class C	388	221
Shares Redeemed:		
Class A	(400,763 )	(100,554 )
Class C	(11,598 )	(936 )
Net Increase (Decrease) in Number of Shares Outstanding	<u>8,491</u>	<u>2,152,768</u>

(A) For the period May 7, 2007 (commencement of operations) through December 31, 2007.

The accompanying notes are an integral part of these financial statements.  
Timothy Plan High Yield Bond Fund [92]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**HIGH YIELD BOND FUND - CLASS A SHARES**

	six months ended 6/30/08 <u>(unaudited)</u>	period ended 12/31/07 <u>(A)</u>
<b>Per Share Operating Performance:</b>		
Net Asset Value at Beginning of Period	<u>\$9.53</u>	<u>\$10.00</u>
Income from Investment Operations:		
Net Investment Income (Loss)	0.30	0.36
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.47 )</u>	<u>(0.47 )</u>
Total from Investment Operations	<u>(0.17 )</u>	<u>(0.11 )</u>
Less Distributions:		
Dividends from Net Investment Income	<u>(0.31 )</u>	<u>(0.36 )</u>
Total Distributions	<u>(0.31 )</u>	<u>(0.36 )</u>
Net Asset Value at End of Period	<u>\$9.05</u>	<u>\$9.53</u>
Total Return <b>(B)(C)</b>	(1.91 )% <b>(D)</b>	(1.14 )% <b>(D)</b>
<b>Ratios/Supplemental Data:</b>		
Net Assets, End of Period (in 000s)	\$19,201	\$20,284

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.32	% <b>(E)</b>	1.45	% <b>(E)</b>
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.35	% <b>(E)</b>	1.35	% <b>(E)</b>
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	6.42	% <b>(E)</b>	5.67	% <b>(E)</b>
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	6.39	% <b>(E)</b>	5.77	% <b>(E)</b>
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Portfolio Turnover	10.51	%	23.46	%
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(A) For the period May 7, 2007 (commencement of operations) through December 31, 2007.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan High Yield Bond Fund [93]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**HIGH YIELD BOND FUND - CLASS C SHARES**

	six months ended 6/30/08 <u>(unaudited)</u>	period ended 12/31/07 (A) <u></u>
<b>Per Share Operating Performance:</b>		
Net Asset Value at Beginning of Period	\$ 9.60	\$ 10.00
Income from Investment Operations:		
Net Investment Income (Loss)	0.24	0.26
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.45 )</u>	<u>(0.40 )</u>
Total from Investment Operations	<u>(0.21 )</u>	<u>(0.14 )</u>
Less Distributions:		
Dividends from Net Investment Income	<u>(0.20 )</u>	<u>(0.26 )</u>
Total Distributions	<u>(0.20 )</u>	<u>(0.26 )</u>
Net Asset Value at End of Period	<u>\$ 9.19</u>	<u>\$ 9.60</u>
Total Return (B)(C)	(2.19 )%(D)	(1.38 )%(D)
<b>Ratios/Supplemental Data:</b>		
Net Assets, End of Period (in 000s)	\$ 363	\$ 241

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.06	% <b>(E)</b>	2.20	% <b>(E)</b>
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.10	% <b>(E)</b>	2.10	% <b>(E)</b>
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Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	5.70	% <b>(E)</b>	5.24	% <b>(E)</b>
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	5.67	% <b>(E)</b>	5.34	% <b>(E)</b>
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Portfolio Turnover	10.51	%	23.46	%
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(A) For the period May 7, 2007 (commencement of operations) through December 31, 2007.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan High Yield Bond Fund [94]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN INTERNATIONAL FUND****FUND PROFILE** (unaudited):

	<b>Top Ten Holdings</b> (% of Net Assets)		<b>Industries</b> (% of Net Assets)
Timothy Plan Money Market Fund	5.67 %	Materials	16.51 %
Rio Tinto plc (ADR)	5.12 %	Energy	15.63 %
Total S.A. (ADR)	3.90 %	Financials	15.07 %
Petroleo Brasileiro S.A. (ADR)	3.60 %	Industrials	14.76 %
Mitsubishi Corp. (ADR)	3.35 %	Telecommunication Services	13.25 %
Keppel Corp., Ltd. (ADR)	3.05 %	Health Care	5.93 %
Telefonica S.A. (ADR)	2.98 %	Utilities	5.74 %
Singapore Telecommunications, Ltd. (ADR)	2.81 %	Short-Term Investments	5.67 %
Agrium, Inc.	2.78 %	Consumer Staples	4.09 %
Marubeni Corp. (ADR)	2.68 %	Consumer Discretionary	2.39 %
	<u>35.94%</u>	Information Technology	1.46 %
		Liabilities in Excess of Other Assets	<u>(0.50 )%</u>
			<u>100.00%</u>

**EXPENSE EXAMPLE** (unaudited):

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fees; and indirect costs, including management fees, and other Fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as "ongoing costs," (in dollars) of investing in the Fund, and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period of January 1, 2008 through June 30, 2008.

**Actual Expenses**



The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Timothy Plan Top Ten Holdings / Industries [95]

**FUND PROFILE**

June 30, 2008

**TIMOTHY PLAN INTERNATIONAL FUND****Hypothetical example for comparison purposes (unaudited)**

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 1/1/2008	Ending Account Value 6/30/2008	Expenses Paid During Period* 1/1/ 2008 through 6/30/2008
<b>Actual - Class A</b>	\$ 1,000.00	\$ 949.10	\$ 7.66
<b>Hypothetical - Class A</b> (5% return before expenses)	\$ 1,000.00	\$ 1,017.00	\$ 7.93
<b>Actual - Class C</b>	\$ 1,000.00	\$ 945.31	\$ 11.26
<b>Hypothetical - Class C</b> (5% return before expenses)	\$ 1,000.00	\$ 1,013.28	\$ 11.66

\* Expenses are equal to the Fund's annualized expense ratio of 1.58% for Class A and 2.33% for Class C, which is net of any expenses paid indirectly, multiplied by the average account value over the period, multiplied by 182 days/366 days (to reflect the partial year period) The Fund's ending account value on the first line of each share class in the table is based on its actual total return of (5.09)% for Class A and (5.47)% for Class C for the six-month period of January 1, 2008 to June 30, 2008.

Timothy Plan Top Ten Holdings / Industries [96]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 94.83%****number of shares**

		<b>market value</b>
<b>AGRICULTURAL CHEMICALS - 2.78%</b>		
12,500	Agrium, Inc.	\$1,344,250
<b>AUTOMOTIVE - CARS &amp; LIGHT TRUCKS - 2.39%</b>		
27,000	Fiat S.p.A. (ADR) (B)	442,838
21,000	Honda Motor Co., Ltd. (ADR)	714,630
		<u>1,157,468</u>
<b>BUILDING &amp; CONSTRUCTION PRODUCTS - MISCELLANEOUS - 0.30%</b>		
17,000	Wienerberger AG (ADR) (B)	142,868
<b>CELLULAR TELECOMMUNICATIONS - 4.35%</b>		
13,000	America Movil SAB de C.V. (ADR)	685,750
9,000	China Mobile, Ltd. (ADR)	602,550
56,000	Turkcell Iletisim Hizmetleri AS (ADR)	814,800
		<u>2,103,100</u>
<b>COMMERCIAL BANKS - NON-US - 11.23%</b>		
4,500	Australia & New Zealand Banking Group, Ltd. (ADR) (B)	404,203
70,000	Banco Santander Central Hispano S.A. (ADR)	1,273,300
9,800	BOC Hong Kong Holdings, Ltd. (ADR) (B)	519,067
20,000	Danske Bank A/S (ADR) (B)	289,430
18,000	DBS Group Holdings, Ltd. (ADR) (B)	999,462
20,000	Erste Bank der oesterreichischen Sparkassen AG (ADR) (B)	622,972
11,000	Intesa Sanpaolo (ADR) (B)	377,210
107,100	Mitsubishi UFJ Financial Group, Inc. (ADR)	942,480
		<u>5,428,124</u>
<b>COMPUTER SERVICES - 1.46%</b>		
24,000	Cap Gemini S.A. (ADR) (B)	707,861
<b>COSMETICS &amp; TOILETRIES - 1.71%</b>		
36,000	Shiseido Co., Ltd. (ADR) (B)	825,242
<b>DIALYSIS CENTERS - 2.04%</b>		
18,000	Fresenius Medical Care AG & Co. KGaA (ADR)	988,020
<b>DIVERSIFIED MINERALS - 4.70%</b>		
24,380	Anglo American plc (ADR)	864,271
7,000	BHP Billiton plc (ADR)	542,360
29,000	Companhia Vale do Rio Doce (ADR)	865,360
		<u>2,271,991</u>
<b>DIVERSIFIED OPERATIONS - 3.05%</b>		
90,000	Keppel Corp., Ltd. (ADR) (B)	1,475,874

<b>ELECTRIC - INTEGRATED - 5.74%</b>		
10,500	International Power plc (ADR) <b>(B)</b>	902,741
8,200	RWE AG (ADR) <b>(B)</b>	1,032,913
30,000	Scottish & Southern Energy plc (ADR) <b>(B)</b>	837,663
		<u>2,773,317</u>

The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [97]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 94.83%** (continued)

<u>number of shares</u>		<u>market value</u>
	<b>ELECTRONIC COMPONENTS - MISCELLANEOUS - 0.63%</b>	
9,000	Koninklijke (Royal) Philips Electronics N.V.	\$304,200
	<b>ENGINEERING/R&amp;D SERVICES - 2.17%</b>	
37,000	ABB, Ltd. (ADR)	1,047,840
	<b>FINANCE - LEASING COMPANIES - 0.90%</b>	
6,000	ORIX Corp. (ADR)	432,780
	<b>FOOD - MISCELLANEOUS/DIVERSIFIED - 2.38%</b>	
82,000	Groupe Danone (ADR) (B)	1,152,420
	<b>IMPORT/EXPORT - 6.03%</b>	
15,500	Marubeni Corp. (ADR) (B)	1,296,967
24,500	Mitsubishi Corp. (ADR) (B)	1,617,848
		2,914,815
	<b>MACHINERY - CONSTRUCTION &amp; MINING - 2.58%</b>	
35,000	Atlas Copco AB (ADR) (B)	466,931
7,000	Komatsu, Ltd. (ADR) (B)	781,849
		1,248,780
	<b>MEDICAL PRODUCTS - 1.70%</b>	
15,000	Smith & Nephew plc (ADR)	821,250
	<b>MEDICAL - DRUGS - 2.18%</b>	
16,000	Novo Nordisk A/S (ADR)	1,056,000
	<b>METAL - DIVERSIFIED - 7.06%</b>	
37,300	MMC Norilsk Nickel (ADR) (B)	939,960
5,000	Rio Tinto plc (ADR)	2,475,000
		3,414,960
	<b>MULTI-LINE INSURANCE - 1.83%</b>	
30,000	AXA S.A.(ADR)	882,600
	<b>OIL COMPANIES - EXPLORATION &amp; PRODUCTION - 4.19%</b>	
26,200	Nexen, Inc.	1,041,450
17,000	OAO Gazprom (ADR) (B)	984,300
		2,025,750
	<b>OIL COMPANIES - INTEGRATED - 9.51%</b>	
30,000	Petroleo Brasileiro S.A. (ADR)	1,738,500
26,068	StatoilHydro ASA (ADR)	974,422
22,100	Total S.A. (ADR)	1,884,467
		4,597,389

**OIL - FIELD SERVICES - 1.93%**

42,000	Acergy S.A. (ADR)	<u>934,920</u>
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**REAL ESTATE OPERATIONS/DEVELOPMENT - 1.12%**

40,000	Sun Hung Kai Properties, Ltd. (ADR) (B)	<u>542,740</u>
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The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [98]

**SCHEDULE OF INVESTMENTS**

As of June 30, 2008 - (Unaudited)

**COMMON STOCKS - 94.83%** (continued)

<u>number of shares</u>		<u>market value</u>
<b>SILVER MINING - 1.97%</b>		
65,000	Silver Wheaton Corp. *	\$952,250
<b>TELECOMMUNICATION SERVICES - 4.59%</b>		
34,000	Chunghwa Telecom Co., Ltd. (ADR)	862,580
51,000	Singapore Telecommunications, Ltd. (ADR) (B)	1,358,849
		<u>2,221,429</u>
<b>TELEPHONE - INTEGRATED - 4.31%</b>		
12,000	Philippine Long Distance Telephone Co. (ADR)	641,040
18,100	Telefonica S.A. (ADR)	1,440,398
		<u>2,081,438</u>
	<b>Total Common Stocks</b> (cost \$42,575,986)	<u>45,849,676</u>

**SHORT TERM INVESTMENTS - 5.67%**

<u>number of shares</u>		<u>market value</u>
2,740,894	Timothy Plan Money Market Fund, 1.53% (A)(C)	\$2,740,894
	<b>Total Short Term Investments</b> (cost \$2,740,894)	<u>2,740,894</u>
	<b>TOTAL INVESTMENTS</b> (cost \$45,316,880) - <b>100.50%</b>	<u><b>\$48,590,570</b></u>
	<b>LIABILITIES IN EXCESS OF OTHER ASSETS - (0.50)%</b>	<u><b>(241,781 )</b></u>
	<b>NET ASSETS - 100.00%</b>	<u><u><b>\$48,348,789</b></u></u>

(ADR)American Depositary Receipt.

\* Non-income producing securities.

(A) Variable rate security; the rate shown represents the yield at June 30, 2008.

(B) Securities are priced using an evaluated bid provided by an independent pricing source, which is based on the Fund' s Good Faith Pricing Guidelines.

Such values are approved by the Board of Trustees. The total value of such securities at June 30, 2008 is \$18,722,208, which represents 38% of net assets.

(C) Affiliated fund.

The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [99]



## DIVERSIFICATION OF ASSETS

<u>Country</u>	<u>percentage of net assets</u>	
Japan	13.68	%
United Kingdom	13.33	%
France	9.57	%
Singapore	7.93	%
Canada	6.90	%
Spain	5.61	%
Brazil	5.38	%
Germany	4.18	%
Russia	3.98	%
Hong Kong	3.44	%
Denmark	2.78	%
Switzerland	2.17	%
Norway	2.02	%
Luxembourg	1.93	%
Taiwan	1.78	%

Italy	1.70	%
Turkey	1.68	%
Austria	1.58	%
Mexico	1.42	%
Philippines	1.33	%
Sweden	0.97	%
Australia	0.84	%
Netherlands	<u>0.63</u>	%
Total	94.83	%
Money Market Securities	5.67	%
Liabilities in excess of other assets	<u>(0.50)</u>	)%
Grand Total	<u><u>100.00</u></u>	%

The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [100]

**STATEMENT OF ASSETS AND LIABILITIES**

As of June 30, 2008 - (Unaudited)

**ASSETS**

	<u>amount</u>
Investments in Unaffiliated Securities at Value (cost \$42,575,986) [NOTE 1]	\$45,849,676
Investments in Affiliated Securities at Value (cost \$2,740,894) [NOTE 1]	2,740,894
Receivables for:	
Fund Shares Sold	254,253
Interest	3,267
Dividends	80,918
Prepaid Expenses	<u>20,147</u>
<b>Total Assets</b>	<b><u><u>\$48,949,155</u></u></b>

**LIABILITIES**

	<u>amount</u>
Payable for Investments Purchased	\$262,447
Payable for Fund Shares Redeemed	258,538
Accrued Advisory Fees	44,280
Accrued 12b-1 Fees Class A	9,563

Accrued 12b-1 Fees Class C	1,437
Accrued Expenses	<u>24,101</u>
<b>Total Liabilities</b>	<b><u>\$600,366</u></b>

**NET ASSETS**

	<u>amount</u>
Class A Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 4,465,820 shares outstanding)	\$46,627,513
Net Asset Value and Redemption Price Per Class A Share (\$46,627,513 / 4,465,820 shares)	\$10.44
Offering Price Per Share (\$10.44 / 0.945)	\$11.05
Class C Shares:	
Net Assets (unlimited shares of \$0.001 par beneficial interest authorized; 165,952 shares outstanding)	\$1,721,276
Net Asset Value and Offering Price Per Class C Share (\$1,721,276 / 165,952 shares)	\$10.37
Minimum Redemption Price Per Share (\$10.37 * 0.99)	\$10.27
<b>Net Assets</b>	<b><u>\$48,348,789</u></b>

**SOURCES OF NET ASSETS**

	<u>amount</u>
At June 30, 2008, Net Assets Consisted of:	

Paid-in Capital	\$46,595,573
Accumulated Undistributed Net Investment Income (Loss)	333,992
Accumulated Net Realized Gain (Loss) on Investments	(1,854,466)
Net Unrealized Appreciation (Depreciation) in Value of Investments	<u>3,273,690</u>
<b>Net Assets</b>	<b><u>\$48,348,789</u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan International Fund [101]

**STATEMENT OF OPERATIONS**

For the Six Months Ended June 30, 2008 - (Unaudited)

**INVESTMENT INCOME**

	<u>amount</u>
Interest on Affiliated Investments	\$23,585
Dividends (net of foreign withholding taxes of \$10,220)	<u>671,556</u>
<b>Total Investment Income</b>	<b><u>695,141</u></b>

**EXPENSES**

	<u>amount</u>
Investment Advisory Fees [NOTE 3]	225,052
12b-1 Fees (Class A = \$54,340, Class C = \$7,692) [NOTE 3]	62,032
Fund Accounting, Transfer Agency, & Administration Fees	38,202
Registration Fees	14,420
Audit Fees	5,718
Miscellaneous Expense	4,624
Custodian Fees	4,475
Printing Expense	3,120
CCO Fees	1,950
Trustee Fees	1,234

Legal Expense	<u>938</u>
<b>Total Net Expenses</b>	<b><u>361,765</u></b>
<b>Net Investment Income (Loss)</b>	<b><u>333,376</u></b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>	
	<b><u>amount</u></b>
Net Realized (Loss) on Unaffiliated Investments	<u>(1,244,703)</u>
Change in Unrealized Appreciation/Depreciation of Investments	<u>(1,167,225)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>(2,411,928)</u>
<b>Net Increase (Decrease) in Net Assets Resulting from Operations</b>	<b><u><u>\$(2,078,552)</u></u></b>

The accompanying notes are an integral part of these financial statements.  
Timothy Plan International Fund [102]

## STATEMENTS OF CHANGES IN NET ASSETS

## INCREASE (DECREASE) IN NET ASSETS

	six months ended 6/30/08 (unaudited)	period ended 12/31/07 (A)
<b>Operations:</b>		
Net Investment Income (Loss)	\$333,376	\$142,508
Net Realized (Loss) on Investments	(1,244,703 )	(609,763 )
Change in Unrealized Appreciation/Depreciation of Investments	(1,167,225 )	4,440,915
Net Increase (Decrease) in Net Assets (resulting from operations)	(2,078,552 )	3,973,660
<b>Distributions to Shareholders From:</b>		
Net Investment Income:		
Class A	-	(141,809 )
Class C	-	(83 )
Total Distributions	-	(141,892 )
<b>Capital Share Transactions:</b>		
Proceeds from Shares Sold:		
Class A	10,177,262	43,574,309
Class C	617,090	1,298,293



**Dividends Reinvested:**

Class A	–	134,123
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Class C	–	74
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**Cost of Shares Redeemed:**

Class A	(3,834,679 )	(5,166,189)
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Class C	(148,583 )	(56,127 )
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Net Increase (Decrease) in Net Assets (resulting from capital share transactions)	<u>6,811,090</u>	<u>39,784,483</u>
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Total Increase (Decrease) in Net Assets	<u>4,732,538</u>	<u>43,616,251</u>
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**Net Assets:**

Beginning of period	<u>43,616,251</u>	<u>–</u>
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End of period	<u><u>\$48,348,789</u></u>	<u><u>\$43,616,251</u></u>
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Accumulated Undistributed Net Investment Income	<u>\$333,992</u>	<u>\$616</u>
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**Shares of Capital Stock of the Fund Sold and Redeemed:****Shares Sold:**

Class A	988,857	4,303,658
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Class C	60,090	125,260
---------	--------	---------

**Shares Reinvested:**

Class A	-	12,642
Class C	-	7
Shares Redeemed:		
Class A	(366,984 )	(472,353 )
Class C	(14,249 )	(5,156 )
Net Increase (Decrease) in Number of Shares Outstanding	<u>667,714</u>	<u>3,964,058</u>

(A) For the period May 3, 2007 (Commencement of operations) through December 31, 2007.

The accompanying notes are an integral part of these financial statements.  
Timothy Plan International Fund [103]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**INTERNATIONAL FUND - CLASS A SHARES**

	six months ended 6/30/08 <u>(unaudited)</u>	period ended 12/31/07 (A) <u></u>
<b>Per Share Operating Performance:</b>		
Net Asset Value at Beginning of Period	<u>\$ 11.00</u>	<u>\$ 10.00</u>
Income from Investment Operations:		
Net Investment Income (Loss)	0.07	0.04
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.63 )</u>	<u>1.00</u>
Total from Investment Operations	<u>(0.56 )</u>	<u>1.04</u>
Less Distributions:		
Dividends from Net Investment Income	<u>-</u>	<u>(0.04 )</u>
Total Distributions	<u>-</u>	<u>(0.04 )</u>
Net Asset Value at End of Period	<u><u>\$ 10.44</u></u>	<u><u>\$ 11.00</u></u>
Total Return (B) (C)	(5.09 )%(D)	10.39 %(D)
<b>Ratios/Supplemental Data:</b>		
Net Assets, End of Period (in 000s)	\$46,628	\$42,298

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.58	%(E)	1.69	%(E)
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.58	%(E)	1.69	%(E)
--	------	------	------	------

Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.50	%(E)	0.58	%(E)
---	------	------	------	------

After Reimbursement and Waiver/Recoupment of Expenses by Adviser	1.50	%(E)	0.58	%(E)
--	------	------	------	------

Portfolio Turnover	10.07	%	13.18	%
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(A) For the period May 3, 2007 (Commencement of operations) through December 31, 2007.

(B) Total return calculation does not reflect sales load.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [104]

**FINANCIAL HIGHLIGHTS**

The table below sets forth financial data for one share of capital stock outstanding throughout each period presented.

**INTERNATIONAL FUND - CLASS C SHARES**

	six months ended 6/30/08 <u>(unaudited)</u>	period ended 12/31/07(A)
<b>Per Share Operating Performance:</b>		
Net Asset Value at Beginning of Period	<u>\$ 10.97</u>	<u>\$ 10.00</u>
Income from Investment Operations:		
Net Investment Income (Loss)	0.05	(0.02 )
Net Realized and Unrealized Gain (Loss) on Investments	<u>(0.65 )</u>	<u>0.99</u>
Total from Investment Operations	<u>(0.60 )</u>	<u>0.97</u>
Less Distributions:		
Dividends from Net Investment Income	<u>-</u>	<u>-</u> *
Total Distributions	<u>-</u>	<u>-</u>
Net Asset Value at End of Period	<u>\$ 10.37</u>	<u>\$ 10.97</u>
Total Return (B)(C)	(5.47 )%(D)	9.71 %(D)
<b>Ratios/Supplemental Data:</b>		
Net Assets, End of Period (in 000s)	\$ 1,721	\$ 1,318

Ratio of Expenses to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.33	%(E)	2.48	%(E)
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	2.33	%(E)	2.48	%(E)
--	------	------	------	------

Ratio of Net Investment Income (Loss) to Average Net Assets:

Before Reimbursement and Waiver/Recoupment of Expenses by Adviser	0.90	%(E)	(0.44)	%(E)
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After Reimbursement and Waiver/Recoupment of Expenses by Adviser	0.90	%(E)	(0.44)	%(E)
--	------	------	--------	------

Portfolio Turnover	10.07	%	13.18	%
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\* Distributions amounted to less than 0.01 per share

(A) For the period May 3, 2007 (Commencement of operations) through December 31, 2007.

(B) Total return calculation does not reflect redemption fee.

(C) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

(D) For periods of less than one full year, total return is not annualized.

(E) Annualized.

The accompanying notes are an integral part of these financial statements.

Timothy Plan International Fund [105]

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## NOTES TO FINANCIAL STATEMENTS

June 30, 2008 - (Unaudited)

### TIMOTHY PLAN FAMILY OF FUNDS

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#### Note 1 - Significant Accounting Policies

The Timothy Plan (the "Trust") is organized as a series of a Delaware business trust pursuant to a trust agreement dated December 16, 1993. The Trust is registered under the Investment Company Act of 1940, as amended, as an open-end diversified management investment company. The Trust currently consists of twelve series. These financial statements include the following ten series: Timothy Plan Aggressive Growth Fund, Timothy Plan Conservative Growth Fund, Timothy Plan Fixed Income Fund, Timothy Plan High Yield Bond Fund, Timothy Plan International Fund, Timothy Plan Small Cap Value Fund, Timothy Plan Large/Mid Cap Growth Fund, Timothy Plan Large/Mid Cap Value Fund, Timothy Plan Money Market Fund and Timothy Plan Strategic Growth Fund ("the Funds").

The Timothy Plan Aggressive Growth Fund's investment objective is long-term growth of capital. The Fund seeks to achieve its investment objective by normally investing at least 80% of the Fund's total assets in U.S. common stocks without regard to market capitalizations and investing in the securities of a limited number of companies which the Fund's Adviser believes show a high probability for superior growth.

The Timothy Plan Conservative Growth Fund seeks to generate moderate levels of long-term capital growth with a secondary objective of current income. The Fund seeks to achieve its investment objective by normally investing at least 75% of its net assets in the following Funds which are other series of the Trust: approximately 5%-15% of its net assets in the Timothy Plan Small Cap Value Fund; approximately 15%-25% of its net assets in the Timothy Plan Large/Mid Cap Value Fund; approximately 5%-15% of its net assets in the Timothy Plan Large/Mid Cap Growth Fund; approximately 0-10% of its net assets in the Timothy Plan Aggressive Growth Fund; approximately 5-15% in the Timothy Plan High Yield Bond Fund; approximately 10-20% of its net assets in the Timothy Plan International Fund; and approximately 20%-40% in the Timothy Plan Fixed Income Fund. The Fund may also invest in the Timothy Plan Money Market Fund.

The Timothy Plan Fixed Income Fund seeks to generate a high level of current income consistent with prudent investment risk. To achieve its investment objective, the Fund normally invests in a diversified portfolio of debt securities. These include corporate bonds, U.S. Government and agency securities, convertible securities and preferred securities. The Fund will generally only purchase high quality securities.

The Timothy Plan High Yield Bond Fund's investment objective is to generate a high level of current income. To achieve its investment objective, the Fund normally invests in a diversified portfolio of debt securities. These include corporate bonds, U.S. Government and agency securities, convertible securities and preferred securities. The Fund will generally purchase securities that are not investment grade, meaning securities with a rating of "BBB" or lower as rated by Standard and Poor's or a comparable rating by another nationally recognized rating agency.

The Timothy Plan International Fund's investment objective is long-term growth of capital. The Fund seeks to achieve its investment objective by normally investing at least 80% of the Fund's total assets in the common stock and similar securities of foreign companies through the purchase of American Depository Receipts (ADR's) without regard to market capitalization, investing its assets in the ADR's of companies which the Fund's investment manager believes show a high probability for superior growth, and allocating investments across countries and regions considering the size of the market in each country and region relative to the size of the international market as a whole. Although the Fund maintains a diversified investment portfolio, the political or economic developments within a particular country or region may have an adverse effect on the ability of domiciled issuers to meet their obligations. Additionally, political or economic developments may have an effect on the liquidity and volatility of portfolio securities and currency holdings.

The Timothy Plan Small Cap Value Fund's primary objective is long-term capital growth, with a secondary objective of current income. The Fund seeks to achieve its investment objective by primarily investing at least 80% of its assets in U.S. common stocks whose market capitalization is generally less than \$2 billion.

The Timothy Plan Large/Mid Cap Growth Fund's investment objective is long-term growth of capital. Current income is not a significant investment consideration and any such income realized will be considered incidental to the Fund's investment objective. The Fund seeks to achieve its investment objective by normally investing at least 80% of the Fund's total assets in U.S. common stocks with market capitalizations in excess of \$2 billion.





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## NOTES TO FINANCIAL STATEMENTS

June 30, 2008 - (Unaudited)

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### TIMOTHY PLAN FAMILY OF FUNDS

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The Timothy Plan Large/Mid Cap Value Fund' s investment objective is long-term capital growth, with a secondary objective of current income. The Fund seeks to achieve its investment objective by primarily investing in U.S. common stocks. The Fund will invest at least 80% of its assets in the common stock of companies whose total market capitalization generally exceeds \$2 billion.

The Timothy Plan Money Market Fund seeks to generate a high level of current income consistent with the preservation of capital. To achieve its investment objective, the Fund normally invests in short-term debt instruments, such as obligations of the U.S. Government and its agencies, certificates of deposit, banker' s acceptances, commercial paper and short-term corporate notes.

The Timothy Plan Strategic Growth Fund seeks to generate medium to high levels of long-term capital growth. The Fund seeks to achieve its investment objective by normally investing at least 75% of its net assets in the following Funds which are other series of the Trust: approximately 10%-15% of its net assets in the Timothy Plan Small Cap Value Fund; approximately 15%-25% of its net assets in the Timothy Plan Large/Mid Cap Value Fund; approximately 15%-25% of its net assets in the Timothy Plan Large/Mid Cap Growth Fund; approximately 0-20% of its net assets in the Timothy Plan High Yield Bond Fund; approximately 20-30% of its net assets in the Timothy International Fund; and approximately 10%-15% in the Timothy Plan Aggressive Growth Fund. The Fund may also invest in the Timothy Plan Money Market Fund.

**The following is a summary of significant accounting policies consistently followed by the Funds in the preparation of their financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America for investment companies.**

#### A. Security Valuation

Investments in securities traded on a national securities exchange are valued at the NASDAQ official closing price on the last business day of the period. Fixed income securities are valued by a pricing service when the Adviser believes such prices are accurate and reflect the fair market value of such securities. Securities for which quotations are not readily available, or the Adviser feels the price provided by the pricing service does not accurately reflect the fair market value of the securities, are valued at fair market value as determined in good faith by each Fund' s investment manager, in conformity with guidelines adopted by and subject to the review and supervision of the Board of Trustees (the "Board"). Short-term obligations with remaining maturities of 60 days or less are valued at cost plus accrued interest, which the Board has determined approximates market value.

The Funds generally determine the total value of each Class of its shares by using market prices for the securities comprising its portfolio. Securities for which quotations are not available and any other assets are valued at fair market value as determined in good faith by each Fund' s investment manager, in conformity with guidelines adopted by and subject to the review and supervision of the Board of Trustees.

Investment securities denominated in foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions. The Funds do not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included in the net realized and unrealized gain or loss from investments. Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the Fund' s books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

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## NOTES TO FINANCIAL STATEMENTS

June 30, 2008 - (Unaudited)

### TIMOTHY PLAN FAMILY OF FUNDS

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The Timothy Plan Money Market Fund uses the amortized cost method to compute its NAV. This means that securities purchased by the Fund are not marked to market. Instead, any premium paid or discount realized will be amortized or accrued over the life of the security and credited/debited daily against the total assets of the Fund. This also means that, under most circumstances, the Money Market Fund will not sell securities prior to maturity date except to satisfy redemption requests.

The Board has delegated to the Adviser and/or Sub-Advisers responsibility for determining the value of Fund portfolio securities under certain circumstances. Under such circumstances, the Adviser or Sub-Adviser will use its best efforts to arrive at the fair value of a security held by the Fund under all reasonably ascertainable facts and circumstances. The Adviser must prepare a report for the Board not less than quarterly containing a complete listing of any securities for which fair value pricing was employed and detailing the specific reasons for such fair value pricing. The Trust has adopted written policies and procedures to guide the Adviser and Sub-Advisers with respect to the circumstances under which, and the methods to be used, in fair valuing securities.

The Funds generally invest the vast majority of their assets in frequently traded exchange listed securities of domestic issuers with relatively liquid markets and calculate their NAV as of the time those exchanges close. The Funds typically do not invest in securities on foreign exchanges or in illiquid or restricted securities. Accordingly, there may be very limited circumstances under which any Fund would hold securities that would need to be fair value priced, except in the International Fund where a portion of the ADRs are considered fair valued. They are priced using the evaluated bid price provided by the pricing service.

The Funds adopted Financial Accounting Standards Board ("FASB") Statement of Financial Accounting Standards No. 157, Fair Value Measurements ("FAS 157"), effective January 1, 2008. In accordance with FAS 157, fair value is defined as the price that the Funds would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. FAS 157 established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, for example, the risk inherent in a particular valuation technique used to measure fair value including such a pricing model and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

Various inputs are used in determining the value of the Funds' 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 fair value of investments)

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

The following is a summary of the inputs used to value the Timothy Plan Small Cap Value Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$74,504,752	\$ -
Level 2 - Other Significant Observable Inputs	\$-	\$ -
Level 3 - Significant Unobservable Inputs	<u>\$-</u>	<u>\$ -</u>
Total	<u>\$74,504,752</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Small Cap Value Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan Large/Mid Cap Value Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$127,692,451	\$ -
Level 2 - Other Significant Observable Inputs	\$-	\$ -
Level 3 - Significant Unobservable Inputs	<u>\$-</u>	<u>\$ -</u>
Total	<u>\$127,692,451</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Large/Mid Cap Value Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan Fixed Income Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$1,665,513	\$ -
Level 2 - Other Significant Observable Inputs	\$48,158,945	\$ -
Level 3 - Significant Unobservable Inputs	<u>\$-</u>	<u>\$ -</u>
Total	<u>\$49,824,458</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Fixed Income Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

Timothy Plan Notes to Financial Statements [109]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

The following is a summary of the inputs used to value the Timothy Plan Aggressive Growth Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$27,285,074	\$ -
Level 2 - Other Significant Observable Inputs	\$-	\$ -
Level 3 - Significant Unobservable Inputs	<u>\$-</u>	<u>\$ -</u>
Total	<u>\$27,285,074</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Aggressive Growth Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan Large/Mid Cap Growth Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$51,237,227	\$ -
Level 2 - Other Significant Observable Inputs	\$-	\$ -
Level 3 - Significant Unobservable Inputs	<u>\$-</u>	<u>\$ -</u>
Total	<u>\$51,237,227</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Large/Mid Cap Growth Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan Strategic Growth Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$64,281,503	\$ -
Level 2 - Other Significant Observable Inputs	\$-	\$ -
Level 3 - Significant Unobservable Inputs	\$-	\$ -
Total	<u>\$64,281,503</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Strategic Growth Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

Timothy Plan Notes to Financial Statements [110]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

The following is a summary of the inputs used to value the Timothy Plan Conservative Growth Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$ 54,376,057	\$ -
Level 2 - Other Significant Observable Inputs	\$ -	\$ -
Level 3 - Significant Unobservable Inputs	\$ -	\$ -
Total	<u>\$ 54,376,057</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Conservative Growth Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan Money Market Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$ 1,997,506	\$ -
Level 2 - Other Significant Observable Inputs	\$ 28,652,324	\$ -
Level 3 - Significant Unobservable Inputs	\$ -	\$ -
Total	<u>\$ 30,649,830</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan Money Market Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

The following is a summary of the inputs used to value the Timothy Plan International Fund' s assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$ 29,868,362	\$ -
Level 2 - Other Significant Observable Inputs	\$ 18,722,208	\$ -
Level 3 - Significant Unobservable Inputs	\$ -	\$ -
Total	<u>\$ 48,590,570</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan International Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

Timothy Plan Notes to Financial Statements [111]



## NOTES TO FINANCIAL STATEMENTS

June 30, 2008 - (Unaudited)

### TIMOTHY PLAN FAMILY OF FUNDS

The following is a summary of the inputs used to value the Timothy Plan High Yield Bond Fund's assets as of June 30, 2008:

<u>Valuation Inputs</u>	<u>Investments in Securities</u>	<u>Other Financial Instruments (i.e., off-balance sheet items)*</u>
Level 1 - Quoted Prices in Active Markets	\$ 138,213	\$ -
Level 2 - Other Significant Observable Inputs	\$ 19,057,847	\$ -
Level 3 - Significant Unobservable Inputs	\$ -	\$ -
Total	<u>\$ 19,196,060</u>	<u>\$ -</u>

\* Other financial instruments include futures, forwards, and swap contracts.

FAS 157 requires a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value. The Timothy Plan High Yield Bond Fund did not hold any assets at any time during the six months ended June 30, 2008 in which significant unobservable inputs were used in determining fair value; therefore, no reconciliation is included for this reporting period.

In March 2008, FASB issued the Statement on Financial Accounting Standards (SFAS) No. 161, *Disclosures about Derivative Instruments and Hedging Activities*. SFAS 161 is effective for fiscal years and interim periods beginning after November 15, 2008. SFAS 161 requires enhanced disclosures about the Funds' derivative and hedging activities, including how such activities are accounted for and their effect on the Funds financial positions, performance and cash flows. Management is currently evaluating the impact the adoption of SFAS 161 will have on the Funds' financial statements and related disclosures.

#### B. Investment Income and Securities Transactions

Security transactions are accounted for on the date the securities are purchased or sold (trade date). Dividend income is recognized on the ex-dividend date. Interest income and expenses are recognized on an accrual basis. The Timothy Plan Small Cap Value Fund, Timothy Plan Large/Mid Cap Value Fund, Timothy Plan Aggressive Growth Fund and the Timothy Plan Large/Mid Cap Growth Fund have made certain investments in real estate investment trusts ("REITs") which pay dividends to their shareholders based upon available funds from operations. It is common for these dividends to exceed the REIT's taxable earnings and profits resulting in the excess portion of such dividends being designated as a return of capital. Withholding taxes on foreign dividends have been provided for in accordance with the Funds' understanding of the applicable country's tax rules and rates.

#### C. Net Asset Value Per Share

Net asset value per share of the capital stock of the Funds is determined daily as of the close of trading on the New York Stock Exchange by dividing the value of its net assets by the number of Fund shares outstanding. Net Asset Value is calculated separately for each class of the following Funds, Timothy Plan Aggressive Growth Fund, Timothy Plan Conservative Growth Fund, Timothy Plan Fixed Income Fund, Timothy Plan High Yield Bond Fund, Timothy Plan International Fund, Timothy Plan Small Cap Value Fund, Timothy Plan Large/Mid Cap Growth Fund, Timothy Plan Large/Mid Cap Value Fund, and Timothy Plan Strategic Growth Fund. The asset value of the classes may differ because of different fees and expenses charged to each class.

#### **D. Expenses**

Expenses incurred by the Trust that do not relate to a specific fund of the Trust are allocated to the individual Funds based on each Fund's relative net assets or another appropriate basis (as determined by the Board).

#### **E. Classes**

There are three Classes of shares currently offered by the Trust; Class A shares are offered with a front-end sales charge and ongoing service/distribution fees; Class C shares are offered with a contingent deferred sales charge ("CDSC") that ends after the first year and ongoing service and distribution fees; No-Load shares are offered without sales charges or ongoing service/distribution fees (The Timothy Plan Money Market Fund only). The Trust previously has offered Class B

Timothy Plan Notes to Financial Statements [112]

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**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

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shares to the public, which contain a contingent deferred sales charge that declines to zero over a period of years and are subject to an ongoing service/distribution fee. Sales of Class B shares to new shareholders were suspended by the Board during their meeting on February 27, 2004, with the suspension effective May, 2004. The amount of the CDSC fee varies depending on the number of years Class B shares for each Fund is held, except for the Money Market Fund, International Fund and High Yield Bond Fund which do not offer Class B shares. The following CDSC fees apply:

<u>Redemption Within:</u>	<u>Percentage</u>	
First Year	5	%
Second Year	4	%
Third Year	3	%
Fourth Year	2	%
Fifth Year	1	%
Sixth Year & thereafter	None	

Since Class B shares have not been offered since 2004, the maximum CDSC fee charged as of June 30, 2008 would be 2%.

Class B shares automatically convert to Class A shares once the economic equivalent of the highest front-end sales charge paid at time of purchase has been received by a Fund, in the form of Rule 12b-1 distribution fees, paid by all Class B shares owned by an investor.

Class specific expenses are borne by each specific class. Income, expenses, and realized and unrealized gains/losses are allocated to the respective classes on the basis of relative daily net assets.

**F. Use of Estimates**

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**G. Federal Income Taxes**

It is the policy of each Fund to continue to comply with all requirements under subchapter M of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders. Therefore, no federal income tax provision is required.

Effective June 29, 2007, the Funds adopted the provisions of Financial Accounting Standards Board Interpretation No. 48 (“FIN 48”), Accounting for Uncertainty in Income Taxes, a clarification of FASB Statement No. 109, Accounting for Income Taxes. FIN 48 establishes financial reporting rules regarding recognition and measurement of tax positions taken or expected to be taken on a tax return. FIN 48 was applied to all open tax years as of the effective date. The adoption of FIN 48 had no impact on the Funds’ net assets or results of operations.

As of and during the six months ended June 30, 2008, the Funds did not have a liability for any unrecognized tax benefits. The Funds recognize interest and penalties, if any, related to unrecognized tax benefits as income tax expense in the statements of operations. During the six months, the Funds did not incur any interest or penalties. The Funds are not subject to examination by U.S. federal tax authorities for tax years before 2004.

#### **H. Distributions to Shareholders**

Distributions to shareholders, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date. The treatment for financial reporting purposes of distributions made to shareholders during the year from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused primarily by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax

Timothy Plan Notes to Financial Statements [113]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

purposes. Where such differences are permanent in nature, they are reclassified in the components of net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations, or net asset values per share of the Funds.

**Note 2 - Purchases and Sales of Securities**

The following is a summary of the cost of purchases and proceeds from the sale of securities, other than short-term investments, for the six months ended June 30, 2008:

<u>Funds</u>	<u>PURCHASES</u>		<u>SALES</u>	
	<u>U.S. Gov' t Obligations</u>	<u>Other</u>	<u>U.S. Gov' t Obligations</u>	<u>Other</u>
Aggressive Growth Fund	\$-	\$45,433,126	\$-	\$34,505,899
Conservative Growth Fund	\$-	\$7,007,888	\$-	\$4,743,193
Fixed Income Fund	\$11,430,558	\$1,009,450	\$5,688,967	\$3,444,671
High Yield Bond Fund	\$-	\$3,311,540	\$-	\$1,994,755
International Fund	\$-	\$10,273,279	\$-	\$4,367,984
Large/Mid Cap Growth Fund	\$-	\$59,404,999	\$-	\$56,617,357
Large/Mid Cap Value Fund	\$-	\$44,975,931	\$-	\$31,700,575
Small Cap Value Fund	\$-	\$38,041,991	\$-	\$31,356,614
Strategic Growth Fund	\$-	\$4,964,574	\$-	\$3,749,116

**Note 3 - Investment Management Fee and Other Transactions with Affiliates**

Timothy Partners, LTD., ("TPL") is the investment adviser for the Funds pursuant to an investment advisory agreement (the "Agreement") that was renewed by the Board on February 29, 2008. TPL supervises the investment of the assets of each Fund in accordance with the objectives, policies and restrictions of the Trust. Under the terms of the Agreement, as amended, TPL receives a fee, accrued daily and paid monthly, at an annual rate of 1.00% of the average daily net assets of the Timothy Plan International Fund; 0.85% of the average daily net assets of the Timothy Plan Aggressive Growth, Timothy Plan Small Cap Value, Timothy Plan Large/Mid Cap Growth, and Timothy Plan Large/Mid Cap Value Funds; 0.60% of the average daily net assets of the Timothy Plan Fixed Income, the Timothy Plan High Yield Bond and

Timothy Plan Money Market Funds; and 0.65% of the average daily net assets of the Timothy Plan Conservative Growth and Timothy Plan Strategic Growth Funds. TPL has voluntarily agreed to reduce the fee it receives from Timothy Plan Fixed Income and Timothy Plan Money Market to 0.45% and 0.40%, respectively. Such voluntary fee reduction may be authorized by TPL at any time, but such action shall not obligate TPL to waive any fees in the near future. An officer and trustee of the Funds is also an officer and owner of the Adviser. TPL has contractually agreed to reduce fees payable to it by certain Funds and reimburse other expenses to the extent necessary to limit those Funds' aggregate annual operating expenses, excluding brokerage commissions and other portfolio transaction expenses, interest, taxes, capital expenditures and extraordinary expenses to the specified percentages listed below for the share classes as indicated:

**Funds**

	<u>Class A</u>	<u>Class B</u>	<u>Class C</u>
High Yield Bond Fund	1.35 %	N/A	2.10 %
International Fund	1.75 %	N/A	2.50 %
Money Market Fund*	0.85 %	N/A	N/A

\* The Timothy Plan Money Market Fund was able to incur recoupment expenses as a result of previous waiver/recoupment agreements.

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

The agreements to waive and reimburse expenses were effective through April 30, 2008 for the Timothy Plan High Yield Bond and the Timothy Plan International Funds. The Timothy Plan High Yield Bond Fund and the Timothy Plan International Fund have agreed to repay waived expenses within the following three years provided the Funds are able to effect such reimbursements and remain in compliance with applicable expense limitations. As of December 31, 2007, the Adviser can no longer recoup \$33,178 of reimbursed expenses from the Timothy Plan Money Market Fund due to a voluntary waiver.

For the six months ended June 30, 2008, TPL waived and reimbursed the Funds or received recoupment from the Funds as follows:

<u>Funds</u>	<u>Waivers and Reimbursements (recoupments)</u>
Fixed Income Fund	\$ 38,892
High Yield Bond Fund	\$ (3,440 )
Money Market Fund	\$ 31,507

At December 31, 2007, the Adviser may recapture a portion of the reimbursed amounts no later than the dates as stated below:

<u>Funds</u>	<u>DECEMBER 31,</u>		
	<u>2008</u>	<u>2009</u>	<u>2010</u>
High Yield Bond Fund	\$-	\$-	\$12,185
Money Market Fund	\$21,956	\$21,997	\$-

The Timothy Plan Aggressive Growth, Timothy Plan Fixed Income, Timothy Plan High Yield Bond, Timothy Plan International Fund, Timothy Plan Large/Mid Cap Growth, Timothy Plan Large/Mid Cap Value, and Timothy Plan Small Cap Value Funds have adopted shareholder services plans (the "Plans") pursuant to Rule 12b-1 under the Investment Company Act of 1940, as amended. The Plans provide that the Funds will pay TPL or others for expenses that relate to the promotion or distribution of shares. Under the Class A Plan, the Funds will pay TPL a fee at an annual rate of 0.25%, payable monthly, of the average daily net assets attributable to such class of shares. Under the Class B and C Plans, the Funds will pay TPL a fee at an annual rate of 1.00%, payable monthly, of which, 0.25% may be a service fee and 0.75% may be payable to outside broker/dealers, of the average daily net assets attributable to such class of shares.

The Timothy Plan Conservative Growth and Timothy Plan Strategic Growth Funds have adopted shareholder services plans (the "Plans") pursuant to Rule 12b-1 under the Investment Company Act of 1940, as amended. The Plans provide that the Funds will pay TPL or others for expenses that relate to the promotion or distribution of shares. Class A shares of the Funds do not impose a service fee. Under the Class B and C Plans, the Fund will pay TPL a fee at an annual rate of 0.75%, payable monthly to outside broker/dealers, of the average daily net assets attributable to such class of shares. For the six months ended June 30, 2008, the Funds paid TPL under the terms of the Plans as follows:





**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS****Funds**

	<u>12b-1 Fees</u>
Aggressive Growth Fund	\$44,840
Conservative Growth Fund	\$61,605
Fixed Income Fund	\$81,852
High Yield Bond Fund	\$26,229
International Fund	\$62,032
Large/Mid Cap Growth Fund	\$83,446
Large/Mid Cap Value Fund	\$220,178
Small Cap Value Fund	\$137,157
Strategic Growth Fund	\$84,127

TPL also serves as the principal underwriter of the Funds' shares. An officer and trustee of the Funds is also an officer of the principal underwriter. For the six months ended June 30, 2008, TPL received sales charges deducted from the proceeds of sales of Class A capital shares and CDSC fees deducted from the redemption of Class B and C capital shares as follows:

**Funds**

	<u>Sales Charges</u>	<u>CDSC Fees</u>
Aggressive Growth Fund	\$ 2,031	\$ 253
Conservative Growth Fund	\$ 18,225	\$ 2,895
Fixed Income Fund	\$ 9,898	\$ 1,321

High Yield Bond Fund	\$ 859	\$ 320
International Fund	\$ 7,348	\$ 220
Large/Mid Cap Growth Fund	\$ 4,676	\$ 924
Large/Mid Cap Value Fund	\$ 26,608	\$ 2,264
Small Cap Value Fund	\$ 6,851	\$ 1,994
Strategic Growth Fund	\$ 14,533	\$ 2,135

**Note 4 - Control Ownership**

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a Fund creates presumption of control of the Fund under Section 2(a) 9 of the Investment Company Act of 1940. As of June 30, 2008, the following shareholders, for the benefit of their customers, may be considered to control the Funds:

% of Fund Owned By:

	<u>National Financial Services</u>	<u>Pershing</u>
Strategic Growth Fund, Class B	N/A	25.75 %
Large/Mid Cap Growth Fund, Class B	28.50 %	N/A

Timothy Plan Notes to Financial Statements [116]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

Certain Timothy Plan Funds own shares of other Timothy Plan Funds. U.S. Bank, N.A., custodian of the Timothy Plan Funds, holds these shares in omnibus accounts, some of which are controlled by National Financial Services, Inc. The following shows the percentage of each Timothy Plan Fund that is held by U.S. Bank, N.A., as custodian of the Timothy Funds. These accounts can be considered affiliated to the Timothy Plan.

	<u>% of Fund Owned By Other Timothy Plan Funds:</u>	
Aggressive Growth Fund, Class A	63.21	%
Fixed Income Fund, Class A	62.28	%
High Yield Bond Fund, Class A	93.85	%
International Fund, Class A	77.33	%
Large/Mid Cap Growth Fund, Class A	56.68	%
Large/Mid Cap Value Fund, Class A	33.93	%
Money Market Fund	67.09	%
Small Cap Value Fund, Class A	33.55	%

**Note 5 - Unrealized Appreciation (Depreciation)**

At June 30, 2008, for federal income tax purposes, the cost and the composition of gross unrealized appreciation (depreciation) of investment securities is as follows:

<u>Funds</u>	<u>Cost</u>	<u>App</u>	<u>Dep</u>	<u>Net App/Dep</u>
Aggressive Growth Fund	\$28,236,174	\$1,589,520	\$(2,540,620)	\$(951,100 )
Conservative Growth Fund	\$55,952,131	\$1,149,944	\$(2,726,018)	\$(1,576,074)

Fixed Income Fund	\$50,469,378	\$433,811	\$(1,078,731)	\$(644,920 )
High Yield Bond Fund	\$20,736,103	\$67,042	\$(1,607,085)	\$(1,540,043)
International Fund	\$45,316,880	\$6,235,549	\$(2,961,859)	\$3,273,690
Large/Mid Cap Growth Fund	\$53,357,897	\$3,014,189	\$(5,134,859)	\$(2,120,670)
Large/Mid Cap Value Fund	\$118,727,382	\$17,286,123	\$(8,321,054)	\$8,965,069
Money Market Fund	\$30,649,830	\$-	\$-	\$-
Small Cap Value Fund	\$73,759,531	\$6,449,337	\$(5,704,116)	\$745,221
Strategic Growth Fund	\$67,084,183	\$1,745,772	\$(4,548,452)	\$(2,802,680)

Timothy Plan Notes to Financial Statements [117]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS****Note 6 - Distributions to Shareholders**

The tax character of distributions paid during 2007 and 2006 were as follows:

	<u>Aggressive Growth Fund</u>	<u>Conservative Growth</u>	<u>Fixed Income Fund</u>	<u>High Yield Bond Fund</u>
2007				
Ordinary Income	\$-	\$818,555	\$2,092,303	\$ 694,291
Short-term Capital Gains	-	85,576	-	-
Long-term Capital Gains	<u>2,800,909</u>	<u>6,317,069</u>	-	-
	<u>\$2,800,909</u>	<u>\$7,221,200</u>	<u>\$2,092,303</u>	<u>\$ 694,291</u>

2006

Ordinary Income	\$-	\$809,541	\$1,612,625	\$ -
Long-term Capital Gains	<u>3,019,668</u>	<u>2,455,208</u>	<u>51,549</u>	-
	<u>\$3,019,668</u>	<u>\$3,264,749</u>	<u>\$1,664,174</u>	<u>\$ -</u>

As of December 31, 2007, the components of distributable earnings on a tax basis were as follows:

	<u>Aggressive Growth Fund</u>	<u>Conservative Growth</u>	<u>Fixed income Fund</u>	<u>High Yield Bond Fund</u>
Undistributed Ordinary Income	\$-	\$604,935	\$-	\$ 10,316
Undistributed Long-term Capital Gains	61,331	1,744,421	-	-
Capital Loss Carryforward	-	-	(646,577 )	-
Unrealized Appreciation (Depreciation)	<u>2,293,820</u>	<u>1,509,527</u>	<u>219,560</u>	<u>(885,660 )</u>
	<u>\$2,355,151</u>	<u>\$3,858,883</u>	<u>\$(427,017 )</u>	<u>\$ (875,344 )</u>

The tax character of distributions paid during 2007 and 2006 were as follows:

	<u>International Fund</u>	<u>Large/ Mid Cap Growth Fund</u>	<u>Large/ Mid Cap Value Fund</u>	<u>Money Market Fund</u>
<b>2007</b>				
Ordinary Income	\$ 141,892	\$-	\$1,050,778	\$1,245,883
Short-term Capital Gains	-	757,225	1,244,931	-
Long-term Capital Gains	-	4,950,780	6,832,904	-
	<u>\$ 141,892</u>	<u>\$5,708,005</u>	<u>\$9,128,613</u>	<u>\$1,245,883</u>
<b>2006</b>				
Ordinary Income	\$-	\$-	\$3,478,164	\$254,651
Long-term Capital Gains	-	-	3,233,145	-
Return of Capital	-	-	110,567	-
	<u>\$-</u>	<u>\$-</u>	<u>\$6,821,876</u>	<u>\$254,651</u>

Timothy Plan Notes to Financial Statements [118]

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

As of December 31, 2007, the components of distributable earnings on a tax basis were as follows:

	<u>International Fund</u>	<u>Large/ Mid Cap Growth Fund</u>	<u>Large/ Mid Cap Value Fund</u>	<u>Money Market Fund</u>
Undistributed Ordinary Income	\$616	\$-	\$625,991	\$ 572
Undistributed Long-term Capital Gains	-	67,867	678,129	-
Capital Loss Carryforward	(498,385 )	(4,673,453)*	-	-
Unrealized Appreciation (Depreciation)	<u>4,329,537</u>	<u>5,407,841</u>	<u>21,848,237</u>	<u>-</u>
	<u>\$3,831,768</u>	<u>\$802,255</u>	<u>\$23,152,357</u>	<u>\$ 572</u>

\* Following the 2005 acquisition by the Timothy Plan Large/Mid Cap Growth Fund of the NOAH Fund Equity Portfolio, the Timothy Fund acquired all capital loss carryforwards available to the NOAH Fund. In accordance with Section 382 of the Internal Revenue Code, loss limitations were appropriately applied to the available capital loss carryforward. Of the capital losses subject to Section 382, the Fund may only utilize \$545,835 in a given year.

The tax character of distributions paid during 2007 and 2006 were as follows:

	<u>Small Cap Value Fund</u>	<u>Strategic Growth Fund</u>
2007		
Ordinary Income	\$121,858	\$452,403
Short-term Capital Gains	5,348,060	-
Long-term Capital Gains	<u>4,995,748</u>	<u>9,489,157</u>
	<u>\$10,465,666</u>	<u>\$9,941,560</u>
2006		
Ordinary Income	\$5,924,295	\$192,678

Long-term Capital Gains	9,307,725	2,420,216
Return of Capital	–	–
	<u>\$15,232,020</u>	<u>\$2,612,894</u>

As of December 31, 2007, the components of distributable earnings on a tax basis were as follows:

	<b>Small Cap Value Fund</b>	<b>Strategic Growth Fund</b>
Undistributed Ordinary Income	\$423,972	\$737,500
Undistributed Long-term Capital Gains	–	3,452,151
Capital Loss Carryforward	–	–
Unrealized Appreciation (Depreciation)	<u>1,916,008</u>	<u>1,985,199</u>
	<u>\$2,339,980</u>	<u>\$6,174,850</u>

Timothy Plan Notes to Financial Statements [119]



**NOTES TO FINANCIAL STATEMENTS**

June 30, 2008 - (Unaudited)

**TIMOTHY PLAN FAMILY OF FUNDS**

The Fixed Income Fund Class A, Class B and Class C Shares paid quarterly income dividends totaling \$0.2216 per share or \$1,037,934, \$0.189 per share or \$30,514 and \$0.1774 per share or \$52,025, respectively, to shareholders during the six-month period of January 1, 2008 to June 30, 2008.

The High Yield Bond Fund Class A and Class C Shares paid quarterly income distributions totaling \$0.3073 per share or \$649,303 and \$0.1991 per share or \$6,112, respectively, to shareholders during the six-month period of January 1, 2008 to June 30, 2008.

The Money Market Fund paid monthly income dividends totaling \$0.011226 per share or \$361,500 to shareholders during the six-month period of January 1, 2008 to June 30, 2008.

**Note 7 - Capital Loss Carryforwards**

At December 31, 2007, the following capital loss carryforwards are available to offset futures capital gains.

	<u>Loss Carryforward</u>	<u>Year Expiring</u>
Large/Mid Cap Growth Fund*		
	\$ 2,680,588	2009
	\$ 1,568,160	2010
	<u>\$ 424,705</u>	<u>2011</u>
Fixed Income Fund		
	\$ 569,273	2014
	<u>\$ 77,304</u>	<u>2015</u>
International Fund		
	<u>\$ 498,385</u>	<u>2015</u>

\* Please refer to Note 6 for additional information regarding the availability of capital loss carryforwards within the Timothy Plan Large/Mid Cap Growth Fund.

To the extent these loss carryforwards are used to offset future capital gains, it is probable that the amount, which is offset, will not be distributed to shareholders.

In 2007, the following capital loss carryforwards were used to offset net capital gains:

	<u>Loss Carryforward</u>
Large/Mid Cap Growth Fund	<u>\$ 784,005</u>
Money Market Fund	<u>\$ 535</u>

**Note 8 - Post-October Losses**

Under current tax laws, net capital losses incurred after October 31, within a Fund' s fiscal year, are deemed to arise on the first business day of the following fiscal year for tax purposes. For the year ended December 31, 2007, the Funds deferred post-October capital losses of:

	<b>Post-October Capital Losses</b>
Aggressive Growth Fund	<u>\$ 55,772</u>
Fixed Income Fund	<u>\$ 18,170</u>
International Fund	<u>\$ 111,378</u>
Large/Mid Cap Growth Fund	<u>\$ 329,606</u>
Small Cap Value Fund	<u>\$ 258,165</u>

Timothy Plan Notes to Financial Statements [120]

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## DISCLOSURES

June 30, 2008

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### TIMOTHY PLAN FAMILY OF FUNDS

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#### Board Annual Approval/Renewals of Advisory and Sub-Advisory Agreements (Unaudited)

##### Timothy Partners, Ltd; Investment Adviser to all Funds

The continuance of the Investment Advisory Agreement (the "IA Agreement") on behalf of each series of the Trust between the Trust and Timothy Partners, Ltd. ("TPL") was last approved by the Board, including a majority of the Trustees who are not interested persons of the Trust or any person who is a party to the Agreement, at an in-person meeting held on February 29, 2008. The Trust's Board of Trustees considered the factors described below prior to approving the IA Agreement. The Trustees, including the Independent Trustees, noted the Adviser's experience incorporating and implementing the unique, biblically-based management style that is a stated objective as set forth in the Funds' prospectus.

To further assist the Board in making its determination as to whether the IA Agreement should be renewed, the Board requested and received the following information: a description of TPL's business and any personnel changes, a description of the compensation received by TPL from the Funds, information relating to the Adviser's policies and procedures regarding best execution, trade allocation, soft dollars, code of ethics and insider trading, and a description of any material legal proceedings or securities enforcement proceedings regarding TPL or its personnel. In addition, the Board requested and received financial statements of TPL for its fiscal year ended December 31, 2007. The Board also received a report from TPL relating to the fees charged by TPL, both as an aggregate and in relation to fees charged by other advisers to similar funds. The materials prepared by TPL were provided to the Board in advance of the meeting. The Board considered the fees charged by TPL in light of the services provided to the Funds by TPL, the unique nature of the Funds and their moral screening requirements, which are maintained TPL, and TPL's role as a manager of managers. After full and careful consideration, the Board, with the independent trustees separately concurring, agreed that the fees charged by TPL were fair and reasonable in light of the services provided to the Funds. The Board also discussed the nature, extent and quality of TPL's services to the Funds. In particular, the Board noted with approval TPL's commitment to maintaining certain targeted expense ratios for the Funds, its efforts in providing comprehensive and consistent moral screens to the investment managers, its efforts in maintaining appropriate oversight of the investment managers to each Fund, and its efforts to maintain ongoing regulatory compliance for the Funds. The Board also discussed TPL's current fee structure and whether such structure would allow the Funds to realize economies of scale as they grow. The Board noted that TPL currently is paid a flat rate on all Fund assets, and as the Funds grow, that rate structure may need to be revisited and a "breakpoint" structure imposed. However, the Board also noted that TPL had been subsidizing many of the Funds' operations since their inception at significant expense to TPL, and that any future restructuring of the Advisory Agreement fee rates would be undertaken recognizing the need to insure that the Adviser's contributions to the Funds were balanced with the interests of the Funds then current shareholders. The Board next considered the investment performance of each Fund and the Adviser's performance in monitoring the investment managers. The Board generally approved of each Fund's performance, noting that the Funds invested in a manner that did not rely exclusively on investment performance. Further, the Board noted with approval that the investment managers of each Fund did not succumb to style drift in their management of each Fund's assets, and that each Fund was committed to maintain its investment mandate, even if that meant under performance during periods when that style was out of favor. The Board noted with approval the Adviser's ongoing efforts to maintain such consistent investment discipline. The Board also noted with approval that the Adviser's business was devoted exclusively to serving the Funds, and that the Adviser did not realize any ancillary benefits or profits deriving from its relationship with the Funds. The Board further noted with approval the Adviser's past activities on monitoring the performance of the Funds' various investment managers and the promptness and efficiency with which problems were brought to the Board's attention and responsible remedies proffered and executed. After careful discussion and consideration, the Board, including the separate concurrence of the independent Trustees, unanimously cast an affirmative vote, determined that the renewal of the IA Agreement for another one-year period would be in the best interests of the Funds' shareholders. In approving the renewal of the IA Agreement for an additional one year period, the Board did not place specific emphasis on any one factor discussed above, but considered all factors in equal light. Further, the Board had available and availed itself of the assistance of legal counsel at all times during its consideration of the IA Agreement renewal.

Timothy Plan Disclosures [121]

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## DISCLOSURES

June 30, 2008

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### TIMOTHY PLAN FAMILY OF FUNDS

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#### Barrow, Hanley Mewhinney & Strauss; Sub-Adviser for the Fixed Income and Money Market Funds.

The Sub-Advisory Agreement between the Trust, TPL and Barrow, Hanley Mewhinney & Strauss (“BHW&S”), on behalf of the Timothy Plan Fixed Income and Money Market Funds, was last renewed by the Board at a meeting held for that purpose, among others, on February 29, 2008. The Board considered the following factors in arriving at its conclusions to renew the BHW&S Sub-Advisory Agreement for an additional year. First, the Board considered the fees charged by BHW&S in light of the services provided by BHW&S. After full and careful consideration, the Board, with the independent trustees separately concurring, agreed that the fees charged by BHW&S and paid out of the fees received by TPL were fair and reasonable in light of the services provided by BHW&S. In reaching that determination, the Board relied on reports describing the fees paid to BHW&S and comparing those fees against fees paid to other investment advisers operating under similar circumstances. The Board also received a report from an independent consulting firm which had conducted its own analysis of fee structures for the Trust. Finally, the Board also heard reports from TPL with respect to its ongoing experiences with recruiting experienced sub-advisers and the fees required to successfully recruit such persons. Next, the Board discussed the nature, extent and quality of BHW&S’ s services to each Fund, including the investment performance of the Funds under BHW&S’ s investment management. The Board generally approved of BHW&S’ s performance, noting that the Funds managed by BHW&S invested in a manner that did not rely exclusively on investment performance. Further, the Board noted with approval that BHW&S did not succumb to “style drift” in its management of each Fund’ s assets, and that BHW&S was committed to maintain its investment mandate, even if that meant under performance during periods when that style was out of favor. The Board noted with approval BHW&S’ s ongoing efforts to maintain such consistent investment discipline. Next, the Board considered whether BHW&S’ s current fee structure would allow the Funds to realize economies of scale as they grow. The Board decided that this particular factor was moot with respect to the BHW&S Sub-Advisory Agreement because BHW&S was paid out of the fees paid to TPL. After careful discussion and consideration, the Board, including the independent Trustees separately concurring, unanimously determined that the renewal of the BHW&S Sub-Advisory Agreement for another one-year period would be in the best interests of the Fund’ s shareholders. In approving the renewal of the BHW&S Sub-Advisory Agreement for an additional one year period, the Board did not place specific emphasis on any one factor discussed above, but considered all factors in equal light. Further, the Board had available and availed itself of the assistance of legal counsel at all times during its consideration of the BHW&S Sub-Advisory Agreement renewal.

#### Westwood Holdings Group; Sub-Adviser to the Large/Mid Cap Value Fund and the Small Cap Value Fund.

The Sub-Advisory Agreement between the Trust, TPL and Westwood Holdings Group (“Westwood”), on behalf of the Timothy Plan Small Cap Value and Large/Mid Cap Value Funds, was last renewed by the Board at a meeting held for that purpose, among others, on February 29, 2008. The Board considered the following factors in arriving at its conclusions to renew the Westwood Sub-Advisory Agreement for an additional year. First, the Board considered the fees charged by Westwood in light of the services provided by Westwood. After full and careful consideration, the Board, with the independent trustees separately concurring, agreed that the fees charged by Westwood and paid out of the fees received by TPL were fair and reasonable in light of the services provided by Westwood. In reaching that determination, the Board relied on reports describing the fees paid to Westwood and comparing those fees against fees paid to other investment advisers operating under similar circumstances. The Board also received a report from an independent consulting firm which had conducted its own analysis of fee structures for the Trust. Finally, the Board also heard reports from TPL with respect to its ongoing experiences with recruiting experienced sub-advisers and the fees required to successfully recruit such persons. Next, the Board discussed the nature, extent and quality of Westwood’ s services to each Fund, including the investment performance of the Funds under Westwood’ s investment management. The Board generally approved of Westwood’ s performance, noting that the Funds managed by Westwood invested in a manner that did not rely exclusively on investment performance. Further, the Board noted with approval that Westwood did not succumb to “style drift” in its management of each Fund’ s assets, and that Westwood was committed to maintain its investment mandate, even if that meant under performance during periods when that style was out of favor. The Board noted with approval Westwood’ s ongoing efforts to maintain such consistent investment discipline. Next, the Board considered whether Westwood’ s current fee structure would allow the Funds to realize economies of scale as they grow. The Board decided that this particular factor was moot with respect to the Westwood Sub-Advisory Agreement because

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## DISCLOSURES

June 30, 2008

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### TIMOTHY PLAN FAMILY OF FUNDS

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Westwood was paid out of the fees paid to TPL. After careful discussion and consideration, the Board, including the independent Trustees separately concurring, unanimously determined that the renewal of the Westwood Sub-Advisory Agreement for another one-year period would be in the best interests of the Funds' shareholders. In approving the renewal of the Westwood Sub-Advisory Agreement for an additional one year period, the Board did not place specific emphasis on any one factor discussed above, but considered all factors in equal light. Further, the Board had available and availed itself of the assistance of legal counsel at all times during its consideration of the Westwood Sub-Advisory Agreement renewal.

#### Chartwell Investment Partners; Sub-Adviser to the Aggressive Growth Fund and Large/Mid Cap Growth Fund.

On January 1, 2008, Chartwell Investment Partners ("Chartwell") became sub-adviser to the Timothy Plan Aggressive Growth Fund and the Timothy Plan Large/Mid Cap Growth Fund. Chartwell was approved by the shareholders of each Fund at a meeting of shareholders on December 17, 2007. Information describing the Board and shareholders' consideration of Chartwell is contained in the proxy materials distributed to shareholders, and those materials are incorporated herein by reference.

#### **N-Q Disclosure & Proxy Procedures (Unaudited)**

The SEC has adopted the requirement that all Funds file a complete schedule of investments with the SEC for their first and third fiscal quarters on Form N-Q for fiscal quarters ending after July 9, 2004. For the Timothy Plan Funds this would be for the fiscal quarters ending March 31 and September 30. The Form N-Q filing must be made within 60 days of the end of the quarter. The Timothy Plan Funds' Forms N-Q are available on the SEC's website at [www.sec.gov](http://www.sec.gov), or they may be reviewed and copied at the SEC's Public Reference Room in Washington, DC (call 1-800-732-0330 for information on the operation of the Public Reference Room).

The Trust has adopted Portfolio Proxy Voting Policies and Procedures under which the Portfolio's vote proxies related to securities ("portfolio proxies") held by the Portfolios. A description of the Trust's Portfolio Proxy Voting Policies and Procedures is available (i) without charge, upon request, by calling the Company toll-free at 1-800-846-7526 and (ii) on the SEC's website at [www.sec.gov](http://www.sec.gov). In addition, the Funds are required to file Form N-PX, with its complete voting record for the 12 months ended June 30th, no later than August 31st of each year. The first such filing was due August 31, 2004. The Trust's current Form N-PX is available (i) without charge, upon request, by calling the Company toll-free at 1-800-846-7526 and (ii) on the SEC's website at [www.sec.gov](http://www.sec.gov).

Timothy Plan Disclosures [123]

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## **BOARD OF TRUSTEES**

Arthur D. Ally  
Joseph E. Boatwright  
Rick Copeland  
Bill Johnson  
Kathryn T. Martinez  
John C. Mulder  
Charles E. Nelson  
Wesley W. Pennington  
Scott Preissler  
Alan Ross  
Mathew D. Staver  
David Tolliver

## **OFFICERS**

Arthur D. Ally, President  
Joseph E. Boatwright, Secretary

## **INVESTMENT ADVISER**

Timothy Partners, LTD.  
1055 Maitland Center Commons  
Maitland, FL 32751

## **DISTRIBUTOR**

Timothy Partners, LTD.  
1055 Maitland Center Commons  
Maitland, FL 32751

## **TRANSFER AGENT**

Unified Fund Services, Inc.  
2960 N Meridian Street, Suite 300  
Indianapolis, IN 46208

## **INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

Cohen Fund Audit Services, Ltd.  
800 Westpoint Parkway, Suite 1100  
Westlake, OH 44145-1524

## **LEGAL COUNSEL**

David Jones & Assoc., P.C.  
395 Sawdust Road, Suite 2148  
The Woodlands, TX 77380

For additional information or a prospectus, please call: **1-800-846-7525**  
Visit the Timothy Plan web site on the internet at: **[www.timothyplan.com](http://www.timothyplan.com)**

This report is submitted for the general information of the shareholders of the Funds. It is not authorized for distribution to prospective investors in the Funds unless preceded or accompanied



## **HEADQUARTERS**

The Timothy Plan  
1055 Maitland Center Commons  
Maitland, Florida 32751

(800)846-7526  
www.timothyplan.com  
invest@timothyplan.com

**SHAREHOLDER SERVICES**

Unified Fund Services, Inc.  
2960 N Meridian Street, Suite 300  
Indianapolis, IN 46208  
(800) 662-0201

by an effective Prospectus which includes details regarding the Funds' objectives, policies, expenses and other information. Distributed by Timothy Partners, Ltd.

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- Item 2. Code of Ethics.** NOT APPLICABLE - disclosed with annual report
- Item 3. Audit Committee Financial Expert.** NOT APPLICABLE - disclosed with annual report
- Item 4. Principal Accountant Fees and Services.** NOT APPLICABLE - disclosed with annual report
- Item 5. Audit Committee of Listed Companies.** NOT APPLICABLE - applies to listed companies only
- Item 6. Schedule of Investments.** NOT APPLICABLE - schedule filed with Item 1.
- Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Funds.** NOT APPLICABLE - applies to closed-end funds only
- Item 8. Portfolio Managers of Closed-End Management Investment Companies.** NOT APPLICABLE - applies to closed-end funds only
- Item 9. Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers.** NOT APPLICABLE - applies to closed-end funds only
- Item 10. Submission of Matters to a Vote of Security Holders.** The registrant has not adopted procedures by which shareholders may recommend nominees to the registrant' s board of trustees.

**Item 11. Controls and Procedures.**

- (a) Based on an evaluation of the registrant' s disclosure controls and procedures as of August 28, 2008, the disclosure controls and procedures are reasonably designed to ensure that the information required in filings on Forms N-CSR is recorded, processed, summarized, and reported on a timely basis.
- (b) There were no significant changes in the registrant' s internal control over financial reporting that occurred during the registrant' s second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant' s internal control over financial reporting.

**Item 12. Exhibits.**

- (a)(1) Not Applicable - filed with annual report
- (a)(2) Certifications by the registrant' s principal executive officer and principal financial officer, pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 and required by Rule 30a-2 under the Investment Company Act of 1940 are filed herewith.
- (a)(3) Not Applicable
- (b) Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 is filed herewith.



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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) The Timothy Plan

By\* /s/ Arthur D. Ally  
Arthur D. Ally, President

Date 8/28/2008

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By\* /s/ Arthur D. Ally  
Arthur D. Ally, President

Date 8/28/2008

By\* /s/ Arthur D. Ally  
Arthur D. Ally, Treasurer

Date 8/28/2008

## SECTION 302 CERTIFICATIONS

I, Arthur D. Ally, certify that:

1. I have reviewed this report on Form N-CSR of the Timothy Plan;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
  - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
  - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and
  - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: 8/28/2008

/s/ Arthur D. Ally

Arthur D. Ally  
President

## SECTION 302 CERTIFICATIONS

I, Arthur D. Ally, certify that:

1. I have reviewed this report on Form N-CSR of the Timothy Plan;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;
4. The registrant' s other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant' s disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant' s internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant' s internal control over financial reporting; and

5. The registrant' s other certifying officer(s) and I have disclosed to the registrant' s auditors and the audit committee of the registrant' s board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant' s ability to record, process, summarize, and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant' s internal control over financial reporting.

8/28/2008

Date:

/s/ Arthur D. Ally

Arthur D. Ally

Treasurer

**SECTION 906 CERTIFICATION**

Arthur D. Ally, President and Treasurer of the Timothy Plan (the "Registrant"), certifies to the best of his knowledge that:

1. The Registrant's periodic report on Form N-CSR for the period ended June 30, 2008 (the "Form N-CSR") fully complies with the requirements of Sections 15(d) of the Securities Exchange Act of 1934, as amended; and
2. The information contained in the Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

President

Treasurer

Timothy Plan

Timothy Plan

/s/ Arthur D. Ally

/s/ Arthur D. Ally

Arthur D. Ally

Arthur D. Ally

Date: 8/28/2008

Date: 8/28/2008

A signed original of this written statement required by Section 906 of the Sarbanes-Oxley Act of 2002 has been provided to the Timothy Plan and will be retained by the Timothy Plan and furnished to the Securities and Exchange Commission (the "Commission") or its staff upon request.

This certification is being furnished to the Commission solely pursuant to 18 U.S.C. ss. 1350 and is not being filed as part of the Form N-CSR filed with the Commission.