



DIVISION OF
CORPORATION FINANCE
MAIL STOP 7010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
100 F Street, N.E.
WASHINGTON, D.C. 20549-7010

April 23, 2007

Mr. Howard Thompson
Chief Executive Officer and Chief Financial Officer
Terrace Ventures Inc.
810 Peace Portal Drive, Suite 202
Blaine, Washington 98230

**Re: Terrace Ventures Inc.
Form 10-KSB for Fiscal Year Ended April 30, 2006
Filed August 14, 2006
File No. 0-50569**

Dear Mr. Thompson:

We have completed our review of your Form 10-KSB and related filings and do not, at this time, have any further comments.

Sincerely,

April Sifford
Branch Chief

cc: Mr. Conrad V. Nest