FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Check this box if no longer subject to
Section 16. Form 4 or Form 5
obligations may continue. See
Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* SERATI TAMMY S						2. Issuer Name and Ticker or Trading Symbol H&R BLOCK INC [HRB]									5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner Officer (give title Other (specify				
(Last) (First) (Middle) 4400 MAIN STREET						3. Date of Earliest Transaction (Month/Day/Year) 01/03/2006									X Officer (give title Other (specify below) Senior VP, Human Resources				
(Street) KANSAS CITY MO 64111					4. I	4. If Amendment, Date of Original Filed (Month/Day/Year)									6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person				
(City)	(S		(Zip)																
1 Title of (Caarreiter (Inc		le I - No	n-Deriv		_	Curition 2A. Deer		cquired	l, Dis	-				Ily Owne		6 0	nership	7. Nature
Dat				Date			Execution Date, if any (Month/Day/Year)		t, Tran	Transaction Code (Instr.		4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 5)			Securiti Benefic Owned	es ially Following	Form: Direct (D) or Indirect (I) (Instr. 4)	of Indirect Beneficial Ownership	
										v	Amount		(A) or (D)	Price	Reporte Transac (Instr. 3	ction(s)			(Instr. 4)
Common Stock, without par value 01/03/2						2006			J ⁽¹⁾		2.82	321 A \$7		\$24.4	14,43	38.8574		D	
		T									osed of convert				/ Owned				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deem Execution if any (Month/Da	Date,	4. Transa Code (8)		n of E		Expiration	. Date Exercisable xpiration Date Month/Day/Year)		of Securities		s ecurity	8. Price of Derivative Security (Instr. 5)	9. Number derivative Securities Beneficiall Owned Following Reported Transactio (Instr. 4)	Ownersh Form: Direct (D or Indirect (I) (Instr.	Ownership	11. Nature of Indirect Beneficial Ownership (Instr. 4)
					Code	v			Date Exercisa		Expiration Date	Title	1	Amount or Number of Shares					
Call Option to Purchase	\$19.515								12/02/20	004 1	12/02/2012	Com Sto with par v	ck, out	40,000		40,000		D	
Call Option to Purchase	\$21.625								06/30/20	004	06/30/2013	Com Sto with par v	ck, out	28,000		28,000		D	
Call Option to Purchase	\$23.84								06/30/20	005 (06/30/2014	Com Sto with par v	ck, out	28,000		28,000		D	
Call Option to Purchase	\$29.175								06/30/20	006	06/30/2015	Com Sto with	ck,	26,000		26,000		D	

Explanation of Responses:

1. Units acquired through dividend reinvestment under the H&R Block Deferred Compensation Plan for Executives, as Amended and Restated. Each unit has the value of one share of Common Stock.

Remarks:

By: Bret G. Wilson per Power of Attorney ** Signature of Reporting Person

01/05/2006

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

 * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.