FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL

OMB Number: 3235-0287

Estimated average burden hours per response: 0.5

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

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* <u>HALE ROGER W</u> |   |  |   |         |                                | 2. Issuer Name and Ticker or Trading Symbol H&R BLOCK INC [ HRB ] |  |         |  |      |   |  |                                   |   | lationship<br>ck all appli<br>Directo  | cable)  | g Per  | son(s) to Iss<br>10% O   |   |
|--|---|--|---|---------|--------------------------------|---|--|---------|--|------|---|--|-----------------------------------|---|--|---|--|--|---|
| (Last) (First) (Middle) 4400 MAIN STREET                     |   |  |   |         |                                | 3. Date of Earliest Transaction (Month/Day/Year) 10/02/2006       |  |         |  |      |   |  |                                   |   | Officer<br>below)  | (give title   |  | Other (s<br>below)   | specify   |
| (Street)   |   |  |   |         |                                |   | 4. If Amendment, Date of Original Filed (Month/Day/Year) |         |  |      |   |  |                                   |   |  | r Joint/Group Filing (Check Applicable  n filed by One Reporting Person |  |  |   |
| KANSAS CITY MO 64111   |   |  |   |         |                                |   |  |         |  |      |   |  |                                   |   | Form<br>Form<br>Perso  |   |  |  |   |
| (City) (State) (Zip)   |   |  |   |         |                                |   |  |         |  |      |   |  |                                   |   |  | ***   |  |  |   |
|  |   |  | le I - No                                   |         |                                | e Se  |  |         | cquired,   | Dis  |   |  |                                   |   | 1  |   |  | 1  |   |
| 1. Title of Security (Instr. 3)  2. Transac Date (Month/Da   |   |  |   |         |                                | ar)   | 2A. Dee<br>Executi<br>if any<br>(Month                   | on Date | Code (Instr.   |      | 5)  |  | str. 3, 4 and                     |   | 5. Amount of Securities Beneficially Owned Following Reported  |   | 6. Ownership<br>Form: Direct<br>(D) or Indirect<br>(I) (Instr. 4)        |  | 7. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
|  |   |  |   |         |                                |   |  |         |  | v    | Amount  | (A) (<br>(D)                             | 1                                 |   | Transaction(s)<br>(Instr. 3 and 4)   |   |  |  |   |
| Common Stock, without par value 10/02/                       |   |  |   |         |                                |   |  |         | J <sup>(1)</sup>   |      | 34  |  |                                   | 1.55  |  | 3,047.2178  |  | D  |   |
|  |   | T  | able II -                                   |         |                                |   |  |         | quired, D<br>s, option   |      |   |  |                                   |   | Owned  |   |  |  |   |
| 1. Title of<br>Derivative<br>Security<br>(Instr. 3)          | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction<br>Date<br>(Month/Day/Year) | 3A. Deem<br>Execution<br>if any<br>(Month/D | n Date, | 4.<br>Transactio<br>Code (Inst |   |  |         | 6. Date Exercisable and<br>Expiration Date<br>(Month/Day/Year) |      | 7. Title and Amount<br>of Securities<br>Underlying<br>Derivative Security<br>(Instr. 3 and 4) |  | 5                                 | . Price of<br>Perivative<br>Security<br>Instr. 5) | 9. Number of<br>derivative<br>Securities<br>Beneficially<br>Owned<br>Following<br>Reported<br>Transaction(s)<br>(Instr. 4) |   | 10.<br>Ownership<br>Form:<br>Direct (D)<br>or Indirect<br>(I) (Instr. 4) | 11. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |   |
|  |   |  |   |         | Code                           | v   | (A)  | (D)     | Date<br>Exercisable  |      | xpiration<br>ate  | Title                                    | Amou<br>or<br>Numb<br>of<br>Share | er  |  |   |  |  |   |
| Call<br>Option to<br>Purchase                                | \$8.0625  |  |   |         |                                |   |  |         | 06/30/1998   | 3 06 | 5/30/2007   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$10.5313   |  |   |         |                                |   |  |         | 06/30/1999   | 06   | 5/30/2008   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$12.5  |  |   |         |                                |   |  |         | 06/30/2000   | 06   | 5/30/2009   | Common<br>Stock,<br>without<br>par value | 12,00                             | 00  |  | 12,000  |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$8.0938  |  |   |         |                                |   |  |         | 06/30/2001   | 1 00 | 5/30/2010   | Common<br>Stock,<br>without<br>par value | 12,00                             | 00  |  | 12,000  | )  | D  |   |
| Call<br>Option to<br>Purchase                                | \$16.1375   |  |   |         |                                |   |  |         | 06/30/2002   | 2 06 | 5/30/2011   | Common<br>Stock,<br>without<br>par value | 12,00                             | 00  |  | 12,000  | )  | D  |   |
| Call<br>Option to<br>Purchase                                | \$23.075  |  |   |         |                                |   |  |         | 06/30/2003   | 3 06 | 5/30/2012   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$21.625  |  |   |         |                                |   |  |         | 06/30/2004   | 1 00 | 5/30/2013   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$23.84   |  |   |         |                                |   |  |         | 06/30/2004   | 1 00 | 5/30/2014   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$29.175  |  |   |         |                                |   |  |         | 06/30/2005   | 5 06 | 5/30/2015   | Common<br>Stock,<br>without<br>par value | 8,00                              | 0   |  | 8,000   |  | D  |   |
| Call<br>Option to<br>Purchase                                | \$23.86   |  |   |         |                                |   |  |         | 06/30/2006   | 5 00 | 6/30/2016   | Common<br>Stock,<br>without              | 8,00                              | 0   |  | 8,000   |  | D  |   |

## **Explanation of Responses:**

1. Units for dividends paid under the H&R Block Stock Plan for Non-Employee Directors. Each unit has the value of one share of Common Stock.

## Remarks:

By: Bret G. Wilson per Power of Attorney 10/04/2006

\*\* Signature of Reporting Person

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.

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