

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

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

| OMB APPROVAL | |
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|--|---|---|
| 1. Name and Address of Reporting Person* <u>MCDUGALL LINDA M</u> (Last) (First) (Middle) 4400 MAIN STREET (Street) KANSAS CITY MO 64111 (City) (State) (Zip) | 2. Issuer Name and Ticker or Trading Symbol <u>H&R BLOCK INC [HRB]</u> | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>Vice President, Communications</u> |
| | 3. Date of Earliest Transaction (Month/Day/Year) 06/30/2005 | |
| | | 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person |

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | | 4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5) | | | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|------------|---------|---|--|---|
| | | | Code | V | Amount | (A) or (D) | Price | | | |
| Common Stock, without par value | 06/30/2005 | | A | | 750 ⁽¹⁾ | A | \$58.35 | 2,761.6875 | D | |
| Common Stock, without par value | 06/30/2005 | | F | | 207 | D | \$58.63 | 2,554.6875 | D | |

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | 7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--|--------------------------------------|--|--------------------------------|---|--|-----|--|-----------------|---|--|--|---|--|
| | | | | Code | V | (A) | (D) | Date Exercisable | Expiration Date | | | | | |
| Call Option to Purchase | \$47.68 | | | | | | | 06/30/2005 | 06/30/2014 | Common Stock, without par value | 2,500 | 2,500 | D | |
| Call Option to Purchase | \$58.35 | 06/30/2005 | | A | | 2,800 | | 06/30/2006 | 06/30/2015 | Common Stock, without par value | 2,800 | \$0 | 2,800 | D |
| Call Option to Purchase | \$16.375 | | | | | | | 06/30/1997 | 06/30/2006 | Common Stock, without par value | 10,000 | | 10,000 | D |
| Call Option to Purchase | \$16.125 | | | | | | | 06/30/1998 | 06/30/2007 | Common Stock, without par value | 6,876 | | 6,876 | D |
| Call Option to Purchase | \$21.0625 | | | | | | | 06/30/1999 | 06/30/2008 | Common Stock, without par value | 3,348 | | 3,348 | D |
| Call Option to Purchase | \$25 | | | | | | | 06/30/2002 | 06/30/2009 | Common Stock, without par value | 9,000 | | 9,000 | D |
| Call Option to Purchase | \$16.1875 | | | | | | | 06/30/2003 | 06/30/2010 | Common Stock, without par value | 4,012 | | 4,012 | D |
| Call Option to Purchase | \$32.275 | | | | | | | 06/30/2004 | 06/30/2011 | Common Stock, without par value | 4,315 | | 4,315 | D |
| Call Option to Purchase | \$46.15 | | | | | | | 06/30/2004 | 06/30/2012 | Common Stock, without par value | 4,667 | | 4,667 | D |

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)**

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | 7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4) | | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|--|--|--------------------------------------|--|--------------------------------|---|--|-----|--|-----------------|---|----------------------------|--|--|---|--|
| | | | | Code | V | (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | | | | |
| Call Option to Purchase | \$43.25 | | | | | | | 06/30/2004 | 06/30/2013 | Common Stock, without par value | 2,000 | | 2,000 | D | |

Explanation of Responses:

1. Restricted shares of Common Stock granted under the H&R Block, Inc. 2003 Long-Term Executive Compensation Plan.

Remarks:

By: Michael K. Post per Power of Attorney 07/05/2005

** 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.

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.