FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| OMB APPROVAL | | | | | | | | |
|--------------------------|-----------|--|--|--|--|--|--|--|
| OMB Number: | 3235-0287 | | | | | | | |
| Estimated average burden | | | | | | | | |
| hours per response: | 0.5 | | | | | | | |

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

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

| Name and Address of Reporting Person* Breeden Richard C | | | | | | 2. Issuer Name and Ticker or Trading Symbol H&R BLOCK INC [HRB] | | | | | | | | | | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) X Director 10% Owner | | | | | |
|--|--|---------|------------------------------------|----------|---|---|---|--|--|--------|---|--------|----------------|---|----------------|---|--|---------------|-----------------------------|---|--|
| (Last) (First) (Middle) C/O BREEDEN CAPITAL MANAGEMENT LLC | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) $10/01/2008$ | | | | | | | | | | Officer (give title below) | | | Other below) | (specify | |
| | RTHFIELD | | EWE | NI LLC | 4. If A | mer | ndmen | t, Date | e of Origina | l File | d (Month | /Day/Y | ear) | | Individ ne) | ual o | r Joint/Grou | Applicable | | | |
| (Street) | | | | | | | | | | | | | | | | | orm filed by One Reporting Person orm filed by More than One Reporting | | | | |
| GREEN' | WICH C' | Γ (| 06830 | | | | | | | | | | | | | | on | | | - | |
| (City) | (St | tate) (| Zip) | | | | | | | | | | | | | | | | | | |
| | | Tab | le I - | Non-Deri | vative | Sec | uriti | es Ac | quired, | Dis | posed | of, o | r Ben | eficia | ally O | wne | d | | | | |
| 1. Title of Security (Instr. 3) 2. Transactio Date (Month/Day/Y | | | | | y/Year) i | Execution D | | | 3. Transaction Code (Instr. 8) | | 4. Securities Acquired (AD Disposed Of (D) (Instr. 3 and 5) | | | | | | ies cially | Forn (D) c | n: Direct or rect (I) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) | |
| | | | | | | | | | Code | v | Amount | : | (A) or (D) | Price | Re Tr | port ansa | | | , | (| |
| Common Stock | | | 10/01/2 | 2008 | | | | A | | 8,546. | 64(1) | A | \$(|) | 8,546.64 | | D | | | | |
| Common Stock | | | | | | | | | | | | | | | | 10,435,000 | | | I | By Breeden Partners ⁽²⁾ | |
| | Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) | | | | | | | | | | | | | | | | | | | | |
| Security or Exercise (Month/Day/Year) if any | | | eemed tion Date, h/Day/Year) | | I. Fransaction Code (Instr. B) | | vative rities rired r osed) | 6. Date Exe Expiration (Month/Da | Amount of Securities Underlying Derivative Security (Instr. and 4) | | str. 3 | | | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s (Instr. 4) | | Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | | | | |
| | | | | | Code | v | (A) | (D) | Date Exercisabl | | xpiration ate | Title | or No of | umber | | | | | | | |
| Call Option to Purchase | \$19.86 | | | | | | | | 02/01/2008 | 02 | 2/01/2018 | Comm | | 7,595 | | | 37,595 | | D | | |

Explanation of Responses:

- 1. Deferred stock units awarded under the 2008 Deferred Stock Unit Plan for Outside Directors.
- 2. Richard C. Breeden is the managing member of Breeden Capital Partners LLC, managing member and chairman and chief executive of Breeden Capital Management LLC and the Key Principal of Breeden Partners (Cayman) Ltd. Breeden Capital Partners LLC is in turn the general partner of Breeden Partners L.P., Breeden Partners (California) L.P. and Breeden Partners (California) II L.P. Pursuant to Rule 16a-1(a)(2)(ii)(B) of the Securities Exchange Act of 1934, amended, Mr. Breeden in his capacity as managing member, as well as chairman and chief executive officer of Breeden Capital Management LLC, may be deemed to be the beneficial owner of all of the common stock owned by Breeden Partners (Cayman) Ltd., Breeden Partners L.P., Breeden Partners (California) L.P. and Breeden Partners (California) II L.P.

Remarks:

Andrew J. Somora per Power

10/02/2008

** 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.