

**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&amp;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) 06/30/2004			
			4. If Amendment, Date of Original Filed (Month/Day/Year)		6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person 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 Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock, without par value	06/30/2004		A		1,000 <sup>(1)</sup>	A	\$47.68	1,971.8787	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	06/30/2004		A		2,500		06/30/2005	06/30/2014	Common Stock, without par value	\$0	2,500	D	
Call Option to Purchase	\$22.188							11/06/1996	11/06/2005	Common Stock, without par value		4,700	D	
Call Option to Purchase	\$16.375							06/30/1997	06/30/2006	Common Stock, without par value		10,000	D	
Call Option to Purchase	\$16.125							06/30/1998	06/30/2007	Common Stock, without par value		6,876	D	
Call Option to Purchase	\$21.063							06/30/1999	06/30/2008	Common Stock, without par value		3,348	D	
Call Option to Purchase	\$25							06/30/2002	06/30/2009	Common Stock, without par value		9,000	D	
Call Option to Purchase	\$16.188							06/30/2003	06/30/2010	Common Stock, without par value		4,012	D	
Call Option to Purchase	\$32.275							06/30/2004	06/30/2011	Common Stock, without par value		6,309	D	
Call Option to Purchase	\$46.15							06/30/2004	06/30/2012	Common Stock, without par value		7,000	D	
Call Option to Purchase	\$43.25							06/30/2004	06/30/2013	Common Stock, without par value		3,000	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 07/01/2004  
of Attorney

\*\* 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.**