

PRESS INFORMATION

For Immediate Release

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LIBERTY TAX PROVIDES FREE AMENDING FOR DISABLED VETERANS IN CWT PROGRAM NOW ELIGIBLE FOR REFUNDS

(Virginia Beach, VA) Tax refunds may be in order for up to 19,000 disabled American veterans due to a recent court decision on their Compensated Work Therapy benefits. Liberty Tax Service will provide free amending of their returns through the end of 2007. The U.S. Tax Court recently ruled that payments made to disabled veterans through the CWT program are not taxable, but can now be classified as benefits.

Disabled veterans who have been taxed for these CWT program benefits can amend their returns for tax years 2004, 2005, or 2006 by filing a **Form 1040X**. Liberty Tax will amend their returns for all of these years during the remainder of 2007 as a public service.

“These men and women have made huge personal sacrifices for our freedom and way of life,” said John Hewitt, CEO of Liberty Tax Service. “We’ll help them get every penny back that is due to them.”

Payments were issued on a **Form 1099** to disabled veterans from the Department of Veterans Affairs for the CWT program since 1965. The goal of the CWT program is to help disabled veterans who can’t work learn new career skills in partnership with private businesses.

About Liberty Tax Service:

Liberty Tax Service is the fastest growing retail tax preparation company in the industry's history. Founded in 1997 by CEO John T. Hewitt, a pioneer in the tax industry, Liberty Tax Service (www.libertytax.com) has prepared over 5,000,000 individual income tax returns and currently operates over 2,400 offices throughout the United States and Canada.

Liberty Tax Service provides computerized income tax preparation, electronic filing and refund loans. With an emphasis on customer service including audit assistance, a money back guarantee, and free tax return checking, Liberty Tax Service is well known for its strong commitment to its client base.

With 38 years of tax industry experience, Hewitt stands as the most experienced CEO in the tax preparation business, having also founded Jackson Hewitt Tax Service (**NYSE: JTX**).