

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between)	
Rudy Gonsalves)	AWARD
vs.)	CASE #89-02680
Dennis W. Boneck and)	
E.F. Hutton, Co., Inc.)	
Respondents)	

SUMMARY OF ISSUES

This case was filed with the National Association of Securities Dealers, Inc. ("NASD") on September 25, 1989. Claimant alleged that in August 1987 he purchased 25,000 shares of Worlds of Wonder ("WOW") based on Respondents' recommendation, and that Respondents breached their fiduciary duty by failing to advise Claimant that WOW was in serious financial condition and on the verge of bankruptcy.

Respondents denied the allegations and maintained that they did not make any false representations or omissions in connection with Claimant's investment in WOW nor did Respondents guarantee the company's future performance or success. Respondents further maintained that the losses incurred were as a result of Claimant's own trading decisions and practices using margin leverage as well as the consequences of the October 1987 stock market crash.

DAMAGES AND RELIEF REQUESTED

Claimant requested damages in the amount of \$101,455.00 plus interest at the legal rate. Claimant withdrew his claim for punitive damages at the hearing.

Respondents requested dismissal of the claim.

DAMAGES AND RELIEF AWARDED

On July 19, 1990, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant on September 19, 1987 and by Respondent Dennis W. Boneck on November 8, 1989. Respondent E.F. Hutton & Co., Inc. verbally affirmed its submission to this arbitration before the Panel of Arbitrators on July 19, 1990.

The hearing was conducted in San Francisco, California and lasted three sessions. The arbitration panel, having considered the pleadings, the testimony, and the evidence presented at the hearing, has determined in full and final resolution of the issues submitted for determination as follows:

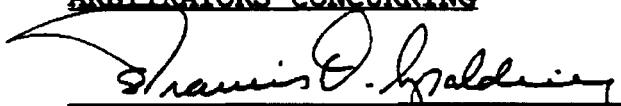
1. Each and every claim is dismissed.
2. The parties shall each bear their respective costs including attorney's fees.
3. In accordance with Section 43 of the NASD Code of Arbitration Procedure:
 - a) The NASD shall retain the \$750.00 filing fee previously deposited by the Claimant; and
 - b) Respondents are jointly and severally assessed the sum of \$750.00 representing forum fees to be paid to the NASD directly.

OTHER ISSUES

The parties stipulated to the execution and service of the award in counterpart copies.

ARBITRATORS CONCURRING

DATE SERVED: 08/29/90



Francis O. Spalding

Armin Rosencranz

Robert P. Hallada