



PERSON 7 SOLE DISPOSITIVE POWER  
WITH

389,000 shares

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8 SHARED DISPOSITIVE POWER

-0-

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9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

389,000 shares

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10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN  
SHARES\*

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11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

5.1%

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12 TYPE OF REPORTING PERSON\*  
IN

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Item 1(a). Name of Issuer:

Gentner Communications Corporation

Item 1(b). Address of Issuer's Principal Executive Offices:

1825 Research Way  
Salt Lake City, UT 84119

Item 2(a). Name of Person Filing:

Stephen Watson

Item 2(b). Address of Principal Business Office or, if None, Residence:

237 Park Avenue, Suite 801  
New York, NY 10017

Item 2(c). Citizenship:

United States

Item 2(d). Title of Class of Securities:

Common Stock, \$.001 par value

Item 2(e). CUSIP Number:

00037245J1

Item 3. If this statement is filed pursuant to Rules 13d-1(b), or 13d-2(b) or  
(c), check whether the person filing is a:

- (a)  Broker or Dealer registered under section 15 of the Act,
- (b)  Bank as defined in section 3(a)(6) of the Act,
- (c)  Insurance Company as defined in section 3(a)(19) of the Act,
- (d)  Investment Company registered under Section 8 of the Investment  
Company Act of 1940,
- (e)  An investment adviser in accordance with ss.240.13d-1(b)(1)(ii)(E),  
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- (f)  An employee benefit plan or endowment fund in accordance with  
ss.240.13d-1(b)(1)(ii)(F),
- (g)  A parent holding company or control person in accordance with  
ss.240.13d-1(b)(1)(ii)(G),

- (h)  A savings association as defined in Section 3(b) of the Federal Deposit Insurance Act,
- (i)  A church plan that is excluded from the definition of an investment company under section 3(c)(14) of the Investment Company Act of 1940,
- (j)  A group, in accordance with ss.13d-1(b)(1)(ii)(J).

If this statement is filed pursuant to ss.240.13d-1(c), check this box .

Item 4. Ownership.

(a) Amount beneficially owned:

389,000 shares (includes shares held by a private investment partnership, an offshore investment company and several managed accounts, as to all of which Mr. Watson has sole investment authority).

(b) Percent of class:

5.1%

(c) Number of shares as to which such person has:

- (i) Sole power to vote or to direct the vote: 389,000 shares
- (ii) Shared power to vote or to direct the vote: -0-
- (iii) Sole power to dispose or to direct the disposition of:  
389,000 shares
- (iv) Shared power to dispose or to direct the disposition of:  
-0-

Item 5. Ownership of Five Percent or Less of a Class.

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following .

Item 6. Ownership of More Than Five Percent on Behalf of Another Person.

An investment partnership, an offshore investment company and several managed accounts each have the right to receive dividends from and the proceeds of the sale of the subject securities. None of such parties owns beneficially more than 5% of the class.

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Item 7. Identification and Classification of the Subsidiary which Acquired the Security Being Reported on By the Parent Holding Company.

Not applicable.

Item 8. Identification and Classification of Members of the Group.

Not applicable.

Item 9. Notice of Dissolution of Group.

Not applicable.

Item 10. Certification.

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purposes or effect.

SIGNATURE.

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

July 30, 1998

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(Date)

/s/ Stephen Watson

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(Signature)

Stephen Watson

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(Name/Title)