

EXECUTION COPY

STOCK ESCROW AGREEMENT

This Stock Escrow Agreement, dated as of September 17, 2004 ("Escrow Agreement"), is by and between American Physicians Assurance Corporation, a Michigan corporation ("APA"), the shareholders listed on Exhibit 1 (collectively, the "Depositors"); and Dykema Gossett PLLC, as Escrow Agent hereunder ("Escrow Agent").

BACKGROUND

A. APA and Depositors are parties to a Stock Purchase Agreement of even date herewith (the "Stock Purchase Agreement");

B. The Stock Purchase Agreement requires the parties to execute an escrow agreement in the form hereof in connection with the deposit by Depositors of the stock certificates representing the shares to be sold to APA pursuant to the Stock Purchase Agreement (the "Certificates");

C. Depositors desire to fulfill their obligation under the Stock Purchase Agreement;

D. Escrow Agent has agreed to accept, hold and deliver the Certificates in accordance with the terms of this Escrow Agreement;

E. In order to establish the escrow and to effectuate the provisions of the Stock Purchase Agreement, the parties hereto have entered into this Escrow Agreement.

AGREEMENT

NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto, for themselves, their successors and assigns, hereby agree as follows:

1. Definitions. In addition to terms defined elsewhere in this Escrow Agreement, the following terms shall have the following meanings when used herein:

"Escrow Documents" shall mean the stock certificates listed on Exhibit 1 to the Stock Purchase Agreement, and any New Certificates (as defined in the Stock Purchase Agreement) issued in replacement of such stock certificates and delivered to Escrow Agent as required by the Stock Purchase Agreement.

"Joint Written Direction" shall mean a written direction, executed by the Requisite Number of Sellers and APA directing Escrow Agent to distribute the Escrow Documents or to take or refrain from taking an action pursuant to this Escrow Agreement, including without limitation pursuant to Section 4.2 of the Stock Purchase Agreement.

"Requisite Number of Sellers" shall have the meaning set forth in the Stock Purchase Agreement.

2. Appointment of and Acceptance by Escrow Agent. Depositors and APA hereby appoint Escrow Agent to serve as escrow agent hereunder. Escrow Agent hereby accepts such appointment and agrees to hold and distribute the Escrow Documents in accordance with this Escrow Agreement. Concurrently with the execution and delivery of this Escrow Agreement, the Escrow Documents are being delivered into escrow with the Escrow Agent.

3. Escrow Agent Expenses. APA will pay and reimburse the Escrow Agent for the Escrow Agent's time and out-of-pocket expenses in performing its obligations hereunder, including, without limitation, the fees and costs of attorneys or agents which it may find necessary to engage in performance of its duties hereunder.

4. Distribution of Escrow Documents.

(a) Joint Written Direction. Escrow Agent shall distribute Escrow Documents, at any time and from time to time, in accordance with a Joint Written Direction.

(b) Notice of Closing. If APA delivers written notice, signed by APA, to Escrow Agent and to Depositors that the Closing has occurred (as defined in the Stock Purchase Agreement) and that payment for the Shares has occurred as provided in the Stock Purchase Agreement, or if Depositors deliver written notice, signed by Depositors, to Escrow Agent and to APA that the Closing has occurred (as defined in the Stock Purchase Agreement), accompanied by evidence, reasonably satisfactory to Escrow Agent, that payment for the Shares has occurred as provided in the Stock Purchase Agreement, then Escrow Agent shall deliver the Escrow Documents to APA.

(c) Notice of Termination. If Depositors deliver written notice, signed by the Requisite Number of Sellers, to Escrow Agent and Purchaser that the Stock Purchase Agreement has been terminated in accordance with Section 6.1 thereof and that any applicable cure period has expired without cure of the breach or failure giving rise to the termination, then Escrow Agent shall deliver the Escrow Documents to Depositors at the address or addresses set forth on such notice.

5. Nature of Escrow Agent's Obligations.

(a) Duties and Obligations of the Escrow Agent. The Escrow Agent will have no duties or obligations other than those specifically set forth in or contemplated by this Escrow Agreement.

(b) Failure to Perform. The Escrow Agent will not be responsible in any manner whatsoever for any failure or inability of any other party to honor any provision of this Escrow Agreement.

(c) Reliance Upon Documents. Except to the extent otherwise notified in writing by an affected party, the Escrow Agent may rely on, and will be protected in acting upon, any certificate, warrant, instrument, opinion, notice, letter, telecopy or other document or security delivered to it and reasonably believed by it to be genuine and to have been signed by the proper party or parties.

(d) Errors or Omissions. The Escrow Agent will not be liable for any act done or step taken or omitted by it in good faith or for anything which it may do or refrain from doing in connection with this Escrow Agreement, except for its own gross negligence or willful misconduct.

(e) Disputes. The Escrow Agent will, in the event that any dispute will arise between the parties with respect to the distribution of any of the documents held hereunder, be permitted to interplead all of the documents held hereunder into a court of competent jurisdiction, and thereafter be fully relieved from any and all liability or obligation with respect to such interpleaded documents.

6. Indemnification. The Escrow Agent will be, and hereby is, jointly and severally indemnified and held harmless by the Depositors and APA from all losses, costs and expenses (including reasonable attorneys' fees) which may be incurred by the Escrow Agent as a result of or arising out of this Escrow Agreement, including its involvement in any litigation arising from performance of its duties under this Escrow Agreement, other than any of the foregoing resulting from any grossly negligent or wrongful action taken or omitted by the Escrow Agent. Such indemnification will survive termination of this Escrow Agreement until extinguished by any applicable statute of limitations.

7. Replacement of the Escrow Agent.

(a) Resignation or Removal. The Escrow Agent may resign as such after giving 10 days' prior written notice to the Depositors and APA. Similarly, the Escrow Agent may be removed and replaced after the giving of 10 days' prior written notice from the Requisite Number of Sellers and APA. In either event, the duties of the Escrow Agent will terminate upon the later to occur of (i) 10 days after the date of such notice or (ii) the appointment of a successor Escrow Agent. The Escrow Agent shall transfer the Escrow Documents to the successor Escrow Agent upon such termination of the duties of the Escrow Agent.

(b) Appointment of Successor. If APA and the Requisite Number of Sellers are unable to agree upon a successor Escrow Agent or if APA and the Requisite Number of Sellers have failed to appoint a successor Escrow Agent prior to the expiration of 10 days following the date of the notice of resignation or removal, the then acting Escrow Agent will, and APA or the Requisite Number of Sellers may, petition any court of competent jurisdiction for the appointment of a successor Escrow Agent or other appropriate relief, and any such resulting appointment will be binding upon all of the parties to this Escrow Agreement.

(c) Relief from Obligations. Upon acknowledgement by any successor Escrow Agent of the receipt of the Escrow Documents, (i) the former Escrow Agent will be fully relieved of all duties, responsibilities and obligations under this Escrow Agreement, and (ii) the successor Escrow Agent will agree in writing to be bound by all of the duties and obligations of the Escrow Agent under this Escrow Agreement.

8. Termination. This Escrow Agreement will terminate upon the final distribution of all of the Escrow Documents in accordance with Section 4, except for any ministerial actions to be taken by the Escrow Agent thereafter.

9. Notice. All notices and other communications hereunder shall be in writing and shall be deemed to have been validly served, given or delivered five (5) days after deposit in the United States mails, by certified mail with return receipt requested and postage prepaid, when delivered personally, one (1) day after delivery to any overnight courier, or when transmitted by facsimile transmission facilities, and addressed to the party to be notified as follows:

To APA at:

American Physicians Assurance Corporation
1301 North Hagadorn Road
East Lansing, MI 48823
ATTENTION: R. Kevin Clinton, President
and Chief Executive Officer
Facsimile Number: (517) 351-7866

To Depositors at: the address set forth on Exhibit 1 to the Stock Purchase Agreement

To the Escrow Agent at:

Dykema Gossett PLLC
400 Renaissance Center
Detroit, MI 48243
ATTENTION: Mark A. Metz
Facsimile Number: (313) 568-6832
Phone Number: (313) 568-5434

or to such other address as each party may designate for itself by like notice.

10. Miscellaneous.

(a) Governing Law and Jurisdiction. This Escrow Agreement will be governed by and construed in accordance with the internal laws of the State of Michigan, without regard to principles of conflicts of laws, and each of the parties consents to be subject to the non-exclusive personal jurisdiction of the federal courts in the State of Michigan.

(b) Entire Agreement. This Escrow Agreement contains the entire agreement of the parties, and supersedes any prior and contemporaneous agreements, understandings and communications, oral and written, among the parties, with respect to the subject matter hereof. This Escrow Agreement may not be amended, modified, waived or terminated except by an instrument in writing signed by an authorized representative of the party to be charged.

(c) No Third Party Beneficiaries. Except as expressly stated in this Escrow Agreement, no person or entity not a party to this Escrow Agreement will have any rights or duties hereunder except as specifically provided for in this Escrow Agreement.

(d) Severability. If any provision or clause of this Escrow Agreement or the application thereof to any person or circumstance is held invalid or unenforceable, such invalidity or unenforceability will not affect other provisions or applications of this Escrow Agreement, which will be given effect without the invalid or unenforceable provision or application, and to this end the provisions of this Escrow Agreement are declared to be several.

(e) Counterparts. This Escrow Agreement may be signed (including by facsimile) in any number of counterparts with the same effect as if the signatures of all parties were upon the same instrument, all of which counterparts taken together will constitute one and the same instrument.

(f) Further Assurances. From and after the execution of this Escrow Agreement, each of the Depositors and APA will take such actions and do all things necessary or appropriate to carry out the intent of the parties to accomplish the purposes of this Escrow Agreement.

(g) Dealings. Nothing herein shall preclude the Escrow Agent from acting in any other capacity for the Depositors or APA or for any other entity.

[remainder of page intentionally left blank]

IN WITNESS WHEREOF, the parties hereto have caused this Escrow Agreement to be executed as of the date first above written.

AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: R. Kevin Costello
Name and Title: President & CEO

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

By: _____
Name and Title: _____

THE MONROE CLINIC, INC.

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title: _____

**DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN**

David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

IN WITNESS WHEREOF, the parties hereto have caused this Escrow Agreement to be executed as of the date first above written.

AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: Mark A. Metz
Name and Title: Mark A. Metz, Member

DEAN HEALTH SYSTEMS, INC.

By: _____
Name and Title: _____

THE MONROE CLINIC, INC.

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title : _____

**DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN**

David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

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AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

By: Allen D. Kemp
Name and Title: CHAIRMAN

THE MONROE CLINIC, INC.

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title: _____

DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN

David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

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IDMMME

IN WITNESS WHEREOF, the parties hereto have caused this Escrow Agreement to be executed as of the date first above written.

AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

By: _____
Name and Title: _____

THE MONROE CLINIC, INC.

By: Michael Brandon
Name and Title: President & CEO

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title : _____

**DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN**

David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

IN WITNESS WHEREOF, the parties hereto have caused this Escrow Agreement to be executed as of the date first above written.

AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

By: _____
Name and Title: _____

THE MONROE CLINIC, INC.

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: Joseph Nemeth
Name and Title: JOSEPH NEMETH, V.P./CEO

**DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN**

David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

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IDUMME

IN WITNESS WHEREOF, the parties hereto have caused this Escrow Agreement to be executed as of the date first above written.

AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

THE MONROE CLINIC, INC.

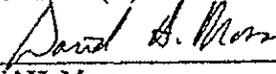
By: _____
Name and Title: _____

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title : _____

**DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN**



David H. Moss

AURORA MEDICAL GROUP, INC.

By: _____
Name and Title: _____

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IDMMME

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AMERICAN PHYSICIANS ASSURANCE CORPORATION

By: _____
Name and Title: _____

DYKEMA GOSSETT PLLC, as Escrow Agent

By: _____
Name and Title: _____

DEAN HEALTH SYSTEMS, INC.

By: _____
Name and Title: _____

THE MONROE CLINIC, INC.

By: _____
Name and Title: _____

MERCY HEALTH SYSTEM CORPORATION

By: _____
Name and Title : _____

DAVID H. MOSS, FOR HIMSELF, AS
CUSTODIAN FOR STARR H. MOSS UWIUTMA
AND AS TRUSTEE FOR EMERGENCY RESOURCES
GROUP 401(K) PLAN

David H. Moss

AURORA MEDICAL GROUP, INC.

By: *[Signature]*
Name and Title: *Aurora Medical Group - Vice President*

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EXHIBIT 1

Physician Insurance Company of Wisconsin, Inc. Stock Certificates

Seller/Beneficial Ownership	Certificate No.	Name on Certificate (if different)	No. of Shares	Date Issued
Dean Health Systems, Inc.	5173	Same	1,111	07/01/2000
1808 W. Beltline Hwy. Madison, WI 53713 Attention: Thomas Kirschbaum	5174	"	900	07/01/2000
TOTAL DEAN HEALTH SYSTEMS			2,011	
With a copy to: Whyte, Hirschboeck Dudek S.C. 555 East Wells Street Suite 1900 Milwaukee, WI 53202 Attention: Andrew J. Guzikowski				

Mercy Health System Corporation	327	Janesville Medical	78	12/04/1986
1000 Mineral Point, Janesville, WI 53545 Attention: Ralph Topinka	1269	Center, Ltd.	1	10/16/1987
	2067	"	76	03/02/1988
	2501	"	3	07/28/1988
	2649	"	1	09/19/1988
	2986	"	66	12/29/1988
	3734	"	5	04/06/1989
	4197	"	7	01/16/1990
	2594*	"	1	?*
Lost certificate	2678	"	2	?*
TOTAL MERCY HEALTH SYSTEM CORPORATION			240	

Seller/Beneficial Ownership	Certificate No.	Name on Certificate (if different)	No. of Shares	Date Issued
David H. Moss, M.D., 5770 N. Shore Dr. Milwaukee, WI 53217	4668	David Moss, M.D.	15	12/11/1995
	5179	David H. Moss, M.D.	224	03/09/2001
	5200	David H. Moss, M.D.	3	09/04/2001
	5201	David H. Moss, M.D., Custodian for Starr H. Moss UWIUTMA	9	09/04/2001
	5258	David Moss, MD, Trustee, Emergency Resources Group 401(k) Plan	263	09/30/2003
TOTAL DAVID MOSS			514	

Aurora Medical Group, Inc. 3000 W. Montana St. Milwaukee, WI 53215 Attention: Robert O'Keefe	4494	Same	74	01/11/1993
	4474	"	428	01/22/1993
	4478	"	25	04/13/1993
	4498	"	152	03/08/1994
	4507	"	63	06/07/1994
	4506	"	24	07/07/1994
	4641	"	70	07/13/1995
	4666	"	130	11/17/1995
	4689	"	153	05/02/1996
	4690	"	8	05/02/1996
	4708	"	21	11/04/1996
	4709	"	8	11/04/1996
4726	"	137	03/03/1997	
TOTAL AURORA MEDICAL GROUP			1,293	

The Monroe Clinic, Inc. 515 22 nd Ave. Monroe, WI 53566 Attention: Mike Sanders	4806	Same	392	06/01/1998
TOTAL MONROE CLINIC			392	
With a copy to: Attorney Thomas R. Streifender Von Briesen & Roper SC 411 E. Wisconsin Ave. PO Box 3262 Milwaukee, WI 53201-3262				

GRAND TOTAL 4,450 Shares