

Rogel



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WISCONSIN COMMISSIONER
OF INSURANCE

May 3, 2005

VIA HAND DELIVERY

Office of the Commissioner of Insurance ("OCI")
Attn: Mr. Fred Nepple, Esq.
General Counsel
125 South Webster Street
Madison, WI 53702

To George
Randy
Steve J.
Rogel P. 3/5

RE: In the Matter of Acquisition of Control of Physicians Insurance Company of Wisconsin, Inc. ("PIC") by American Physicians Assurance Corporation ("APAC") Case No. 04-C29283

Dear Mr. Nepple:

I am writing to request an expeditious hearing of the above-referenced matter.

Dean Health Systems, Inc. ("Dean") is among the shareholders of PIC which contracted to sell their shares to APAC, on September 17, 2004 subject to approval by the Office of the Commissioner of Insurance ("OCI"). The Form A application concerning this matter was filed with OCI on September 21, 2004. Dean has requested admission as a party to the OCI proceeding.

Dean is the owner of 2,011 PIC shares. At the contractual sale price of \$3,800 per share, Dean's shares are worth \$7,641,800. Dean is a 100-year-old Wisconsin corporate citizen employing nearly 500 physicians in 55 locations in southern Wisconsin. The money Dean would realize from its sale of PIC shares would be used to invest in Wisconsin health care. At a rate of return of 3%, each month of additional illiquidity of this amount costs Dean in excess of \$19,000.

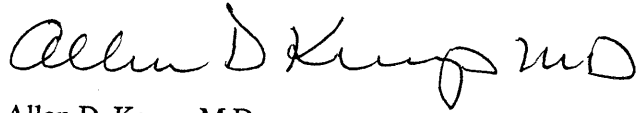
There is no credible evidence that the subject transaction would have a negative impact upon competition in the Wisconsin medical malpractice insurance market, upon the availability of reasonable medical malpractice insurance in Wisconsin, or upon the solidity of PIC. After a protracted analysis and intense lobbying to the contrary by the leadership of PIC, the Wisconsin Medical Society could find no evidence for any impact the transaction would have on Wisconsin physicians or patients.

The leadership of PIC has i) adopted a policy of taking any and all actions necessary and expedient to blocking sale of a large block of PIC shares to an unrelated party, ii) favored and planned an approach of delay and postponement, and iii) declined to meet with APAC to discuss stated concerns so as to reach a reasonable business settlement outside of the OCI process.

We respectfully submit that after almost eight months of waiting, Dean and the other sellers are entitled to an expeditious hearing on the merits.

Mr. Fred Nepple, Esq.
May 3, 2005
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Sincerely,

A handwritten signature in cursive script that reads "Allen D Kemp MD".

Allen D. Kemp, M.D.
CEO and Chairman of the Board

ADK:sjr
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cc: R. Kevin Clinton
Donal M. Demet, Esq.
Peter. L. Gardon, Esq.
Andrew J. Guzikowski, Est.
David J. Hanson, Esq.
Lori McAllister, Esq.
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Ralph V. Topinka, Esq.