

Percentage change bond price (%)

- Case I: $V_p = 1000$ USD, $\bar{c} = 0.12$, $\bar{r}_o = 0.1$, $T = 5$ -yr
- Case II: $V_p = 1000$ USD, $\bar{c} = 0.12$, $\bar{r}_o = 0.1$, $T = 30$ -yr
- Case III: $V_p = 1000$ USD, $\bar{c} = 0.03$, $\bar{r}_o = 0.1$, $T = 30$ -yr

