



#### Premium Elasticity Interpretation:

- w.r.t K = 5.45  
K increases by 1%  $\rightarrow$  Premium increases by 5.45%
- w.r.t  $\eta$  = 0.152  
 $\eta$  increases by 1%  $\rightarrow$  Premium increases by 0.15%

#### Policy Implication:

Contract pricing is robust to AI uncertainty, but guarantee level must be chosen carefully.