

ABSTRACT

Title : *The Effect of Capital Intensity, Leverage and Profitability on Tax Avoidance in the Manufacturing Industry Food and Beverages Sector which are listed in Indonesia Stock Exchange (IDX) in the period 2014-2018*

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Study Program : Accounting

This study aimed to analyze the The Effect of Capital Intensity, Leverage and Profitability on Tax Avoidance in the Manufacturing Industry Food and Beverages Sector which are listed in Indonesia Stock Exchange (IDX) in the period 2014-2018. Capital Intensity is measured by comparing total asset with sales. Leverage is measured by comparing total liability with total equity and Profitability measured by comparing EBIT (Earning Before Interest and Tax) with total asset, while Tax Avoidance is measured by reduced Effective Tax Rate (ETR) with Cash Effective Tax Rate (CETR).

The method used is purposive sampling. The number of samples used in this study is a 11 food and beverages companies listed on the Indonesia Stock Exchange (IDX) in the period 2014-2018. This type of data is secondary data obtained from financial statements and annual reports. The data analysis method used is logistic regression analysis.

Hypothesis testing result showed that simultaneously Capital Intensity, Leverage and Profitability have a significant effect on Tax Avoidance. Partially only Leverage has a significant effect on Tax Avoidance. While Capital Intensity and Profitability does not has a significant effect on Tax Avoidance.

Key Word : *Capital Intensity, Leverage, Profitability, and Tax Avoidance.*