

ABSTRACT

Title : *The effect of Firm Size, Profitability and Leverage on Tax Avoidance in the Property and Real Estate Industry sub-sector which are listed in Indonesia Stock Exchange (IDX) in the period 2015 – 2018*

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This study was conducted with the aim of analyzing the influence of Firm Size, Profitability and Leverage partially and simultaneously on the practice of tax avoidance in the Property and Real Estate Industry sub-sector which are listed in Indonesia Stock Exchange (IDX) in the period 2015 – 2018. Tax avoidance is proxied by ETR minus CETR. The independent variables studied included Firm Size which is proxied by the log natural total sales, Profitability is proxied by the return on assets (ROA) and Leverage is proxied by Long Term Debt to Equity Ratio (LTDtER). This research is classified as causality research.

The population in this study were all property and real estate Industry sub-sector listed on the Stock Exchange in 2015 – 2018, which amounted to 180 companies. While the sample of this study was determined by purposive sampling method to obtain 128 sample companies. The type of data used is secondary data obtained from www.idx.co.id and company websites.

The results of this study are Firm Size, Profitability and Leverage simultaneously influencing tax avoidance which is proxied by ETR minus CETR with a significance of $0,000 < 0,05$. Partially Firm Size have no effect on tax avoidance. While Profitability and Leverage has a effect on Tax Avoidance.

Keywords: Firm Size, Profitability, Leverage and Tax Avoidance