

ABSTRACT

Title : The Effect of Profitability, Capital Intensity, and Inventory Intensity on Tax Avoidance (Empirical Study on Manufacturing Companies in the Food and Beverage Sub-Sector Listed on the Indonesia Stock Exchange (IDX) 2015-2019).

Name : Hamala Insan

Study Program : Accounting

This study aims to examine the Effect of Profitability, Capital Intensity, and Inventory Intensity on Tax Avoidance (Empirical Study on Manufacturing Companies in the Food and Beverage Sub-Sector Listed on the Indonesia Stock Exchange (IDX) 2015-2019). The dependent variable in this study is tax avoidance measured by ETR-CETR. While the independent variables in this study are profitability measured by Return On Assets (ROA), capital intensity is measured by dividing total assets by sales, and inventory intensity is measured by dividing total inventory by total assets.

The data used in this study were obtained from the company's annual financial statements obtained from the Indonesia Stock Exchange (IDX) for the 2015-2019 period. This type of research is quantitative research with a population of 104 companies. Determination of the sample using purposive sampling method so that a sample of 55 food and beverage companies listed on the Indonesia Stock Exchange (IDX) for the 2015-2019 period was obtained. The data analysis technique in this study uses multiple linear regression analysis which has previously been tested for classical assumptions

The results showed that profitability and capital intensity had no effect on tax avoidance. Meanwhile, inventory intensity has partial effect on tax avoidance. However, simultaneously profitability, capital intensity, and inventory intensity affect tax avoidance.

Keywords: *Profitability, Capital intensity, Inventory intensity, and Tax avoidance.*