

TABLE OF CONTENTS

	Page
COVER PAGE	
TITLE PAGE	
DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT	ii
APPROVAL PAGE BY FINAL PAPER ADVISOR	iv
APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE.....	v
ABSTRACT.....	vi
<i>ABSTRAK</i>.....	vii
PREFACE.....	viii
TABLE OF CONTENTS.....	x
LIST OF FIGURES	xv
LIST OF TABLES	xv
LIST OF APPENDICES	xviii
CHAPTER I INTRODUCTION	
1.1 Background of the Study.....	1
1.2 Problem Limitation	11
1.3 Problem Formulation	11
1.4 Objective of the research.....	12
1.5 Benefit of the Research.....	12
1.5.1 Theoretical Benefit.....	13
1.5.2 Practical Benefit.....	13

CHAPTER II LITERATURE REVIEW AND HYPOTESIS DEVELOPMENT

2.1	Theoretical Background.....	14
2.1.1	Agency Theory.....	14
2.1.2	Tax	15
2.1.2.1	Tax Definition	15
2.1.2.2	Tax Function	16
2.1.3	Tax Avoidance	17
2.1.3.1	Tax Avoidance Definition.....	17
2.1.3.2	Tax Avoidance Measurement	17
2.1.3.3	Effective Tax Rate	18
2.1.4	Profitability	19
2.1.4.1	Profitability Definiton	19
2.1.4.2	Profitability Measurement.....	20
2.1.4.3	Return on Asset (ROA).....	21
2.1.5	Leverage.....	21
2.1.5.1	Leverage Definition	21
2.1.5.2	Leverage Measurement.....	23
2.1.5.3	Debt to Equity Ratio (DER).....	24
2.1.6	Capital Intensity	24
2.1.6.1	Capital Intensity Definition.....	24
2.1.6.2	Capital Intensity Measurement	25
2.1.6.3	Total Fixed Assets to Total Assets.....	25
2.2	Previous Research	26
2.3	Hypothesis Development	33
2.3.1	The Impact of Profitability toward Tax Avoidance	33
2.3.2	The Impact of Leverage toward Tax Avoidance	34
2.3.3	The Impact of Capital Intensity toward Tax Avoidance.....	34

2.3.4 The Impact of Profitability, Leverage, and Capital Intensity toward Tax Avoidance	40
2.4 Research Model.....	40
2.5 Framework of Thinking	37

CHAPTER III RESEARCH METHODOLOGY

3.1 Research Design.....	43
3.2 Population and Sample.....	39
3.2.1 Population	39
3.2.2 Sample.....	39
3.3 Data Collection Method	40
3.4 Operational Variable Definition and Variable Measurement	41
3.4.1 Dependent Variable.....	41
3.4.2 Independent Variable	42
3.4.2.1 Profitability (X1).....	42
3.4.2.2 Leverage (X2)	42
3.4.2.3 Capital Intensity (X3).....	43
3.5 Data Analysis Method.....	50
3.5.1. Descriptive Statistic	50
3.5.2 Classical Assumption Test	50
3.5.2.1 Normality Test	50
3.5.2.2 Heteroscedasticity Test	47
3.5.2.3 Multicollinearity Test.....	48
3.5.2.4 Autocorrelation Test	48
3.5.3 Multiple Linear Regression Analysis.....	54
3.5.4 Hypothesis Testing.....	55
3.5.4.1 Partial Testing (T-Test).....	55
3.5.4.2 Simultaenous F Test.....	56

3.5.4.3 Coefficient of Determination (Adjusted R ²)	56
---	----

CHAPTER IV RESEARCH RESULT AND DISCUSSION

4.1 General View of Mining Sector Companies on the Indonesia Stock Exchange	51
4.2 Research Result.....	58
4.2.1 Descriptive Statistics.....	58
4.2.2 Result of Data Quality Testing.....	60
4.2.2.1 Normality Test	60
4.2.2.2 Multicollinearity Test.....	63
4.2.2.3 Heteroscedasticity Test	64
4.2.2.4 Autocorrelation Test	66
4.2.2.5 Summary of Classical Assumption Test Results	68
4.2.3 Multiple Linear Regression Analysis.....	69
4.2.4 Result of Hypotesis Testing	71
4.2.4.1 Partial Hypotesis Testing (T-Test Analysis).....	71
4.2.4.2 Simultaneous Hypotesis Testing (F-Test Analysis).....	80
4.2.4.3 Coefficient of Determination (Adjusted R ²)	74
4.3 Discussion	75
4.3.1 The Impact of Profitability toward Tax Avoidance	75
4.3.2 The Impact of Leverage toward Tax Avoidance	76
4.3.3 The Impact of Capital Intensity toward Tax Avoidance.....	78
4.3.4 The Impact of Profitability, Leverage and Capital Intensity toward Tax Avoidance	80

CHAPTER V CONCLUSION

5.1 Conclusion	90
----------------------	----

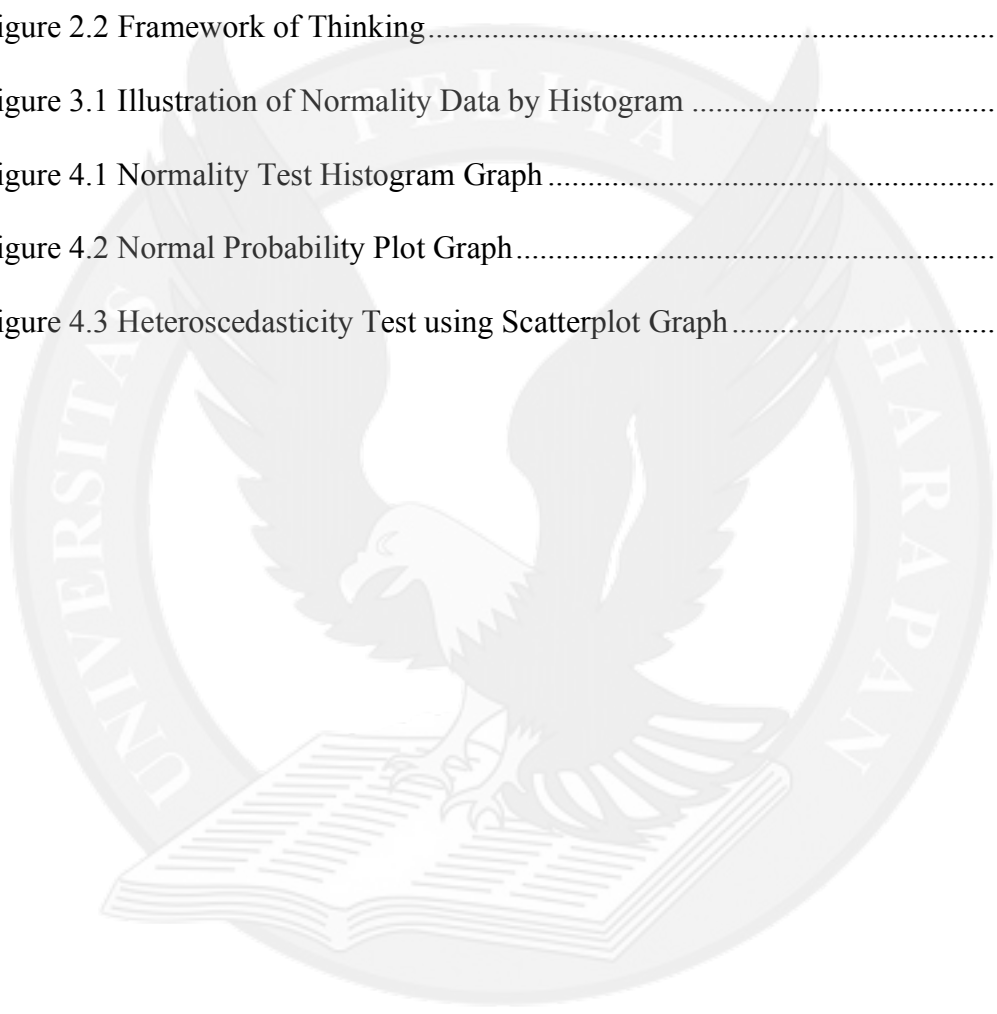
5.2 Recommendation 92

REFERENCES..... 94



LIST OF FIGURES

	Page
Figure 1.1 Tax Revenue in Mining Sector Companies.....	3
Figure 2.1 Research Model.....	36
Figure 2.2 Framework of Thinking.....	37
Figure 3.1 Illustration of Normality Data by Histogram.....	46
Figure 4.1 Normality Test Histogram Graph.....	62
Figure 4.2 Normal Probability Plot Graph.....	62
Figure 4.3 Heteroscedasticity Test using Scatterplot Graph.....	65



LIST OF TABLES

	Page
Table 1.1 State Revenue in period of 2018 – 2021	1
Table 1.2 Effectiveness of Tax Collection in Indonesia from 2018 to 2021	2
Table 1.3 The Phenomena of Profitability, Leverage, Capital Intensity and Tax Avoidance in Mining Companies Listed at Indonesia Stock Exchange from period 2018 – 2021	6
Table 2.1 Previous Research	30
Table 3.1 Summary of Operational and Measurement Variable	44
Table 3.2 Durbin Watson Decision Making Criteria	48
Table 4.1 Sample Determination Criteria	52
Table 4.2 Descriptive Statistics	58
Table 4.3 Normality Test using One-Sample Kolmogorov-Smirnov Test	61
Table 4.4 Multicollinearity Test	63
Table 4.5 Heteroscedasticity Test using Glejser Test	66
Table 4.6 Autocorrelation Test Using Durbin-Watson Test	67
Table 4.7 Autocorrelation Test using Cochrane – Orcutt Test	67
Table 4.8 Autocorrelation using Run Test	68
Table 4.9 Summary of Classical Assumption Test Results	69
Table 4.10 Multiple Linear Regression Analysis	69
Table 4.11 Partial Hypotesis Testing (T-Test)	71

Table 4.12 Simultaneous Hypotesis Testing (F-test).....	73
Table 4.13 Coefficient of Determination (Adjusted R ²).....	74
Table 4.14 Summary of Hypotesis Test Results.....	81



LIST OF APPENDICES

	Page
APPENDIX A LIST OF POPULATION AND SAMPLE OF MINING SECTOR COMPANIES LISTED IN THE INDONESIA STOCK EXCHANGE FROM 2018 TO 2021	A - 1
APPENDIX B CALCULATION OF EFFECTIVE TAX RATE	B - 1
APPENDIX C CALCULATION OF RETURN ON ASSET	C - 1
APPENDIX D CALCULATION OF DEBT TO EQUITY RATIO	D - 1
APPENDIX E CALCULATION OF CAPITAL INTENSITY	E - 1
APPENDIX F DURBIN-WATSON TABLE	F - 1
APPENDIX G T-DISTRIBUTION TABLE	G - 1
APPENDIX H F-DISTRIBUTION TABLE	H - 1