

TABLE OF CONTENT

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

ABSTRAK..... vii

PREFACE..... viii

TABLE OF CONTENTS..... x

LIST OF FIGURES xiii

LIST OF TABLES xiv

LIST OF APPENDICES xv

CHAPTER I INTRODUCTION

1.1 Background of The Study 1

1.2 Problem Limitation 8

1.3 Problem Formulation 7

1.4 Research Objective 8

1.5 Benefit of The Research 9

1.5.1 Theoretical Benefit..... 9

1.5.2 Practical Benefit 10

CHAPTER II LITERATURE REVIEW AND HYPOTHESIS DEVELOPMENT

2.1 Agency Theory 11

2.2 Signalling Theory 13

2.3 Tax Planning 14

2.3.1 Tax Planning Purpose 15

| | | |
|---|---|----|
| 2.3.2 | Types of Tax Planning | 15 |
| 2.3.3 | Tax Planning Motivation..... | 16 |
| 2.3.4 | Stages in Making Tax Planning | 19 |
| 2.3.5 | Purpose of the Application of Tax Planning in the Presentation of Financial Report | 21 |
| 2.3.6 | Tax Planning Indicators | 22 |
| 2.4 | Deferred Tax Expense | 22 |
| 2.4.1 | Basis of Tax Imposition | 23 |
| 2.4.2 | Recognition of Deferred Tax | 24 |
| 2.4.3 | Indicator of Deferred Tax..... | 24 |
| 2.5 | Earnings Management | 25 |
| 2.5.1 | Factors Caused by Companies Performing Earnings Management. | 26 |
| 2.5.2 | Earnings Management Motivation | 26 |
| 2.5.3 | Earning Management Patterns and Techniques | 29 |
| 2.5.4 | Indicator of Earning Management | 31 |
| 2.6 | Previous Research | 32 |
| 2.7 | Hypothesis Development | 33 |
| 2.8 | Research Model | 36 |
| 2.9 | Framework of Thinking | 39 |
| CHAPTER III RESEARCH METHODOLOGY | | |
| 3.1 | Research Design | 40 |
| 3.2 | Population And Sample | 40 |
| 3.3 | Data Collection Method | 42 |
| 3.4 | Operational Variable Definition And Variable Measurement..... | 42 |
| 3.5 | Data Analysis Method | 43 |
| 3.5.1 | Descriptive Statistic | 43 |
| 3.5.2 | Classic Assumption Test | 44 |
| 3.5.3 | Multiple Linear Regression Analysis | 46 |
| 3.5.4 | Hypothesis Analysis | 47 |

CHAPTER IV DATA ANALYSIS AND DISCUSSION

| | | |
|---------|--|----|
| 4.1 | General View of Trade, Service and Investments Companies in Indonesia Stock Exchange..... | 50 |
| 4.2 | Research Result | 51 |
| 4.2.1 | Descriptive Statistics..... | 51 |
| 4.2.2 | Result of Data Quality Testing..... | 53 |
| 4.2.2.1 | Normality Test | 53 |
| 4.2.2.2 | Multicollinearity Test..... | 55 |
| 4.2.2.3 | Autorcorrelation Test | 56 |
| 4.2.2.4 | Heteroscedasticity Test | 57 |
| 4.2.3 | Linear Regression Analysis..... | 58 |
| 4.2.4 | Hypothesis Analysis..... | 60 |
| 4.2.4.1 | Coefficient of Determination Test..... | 60 |
| 4.2.4.2 | F Test..... | 61 |
| 4.2.4.3 | T Test | 62 |
| 4.3 | Discussion..... | 64 |

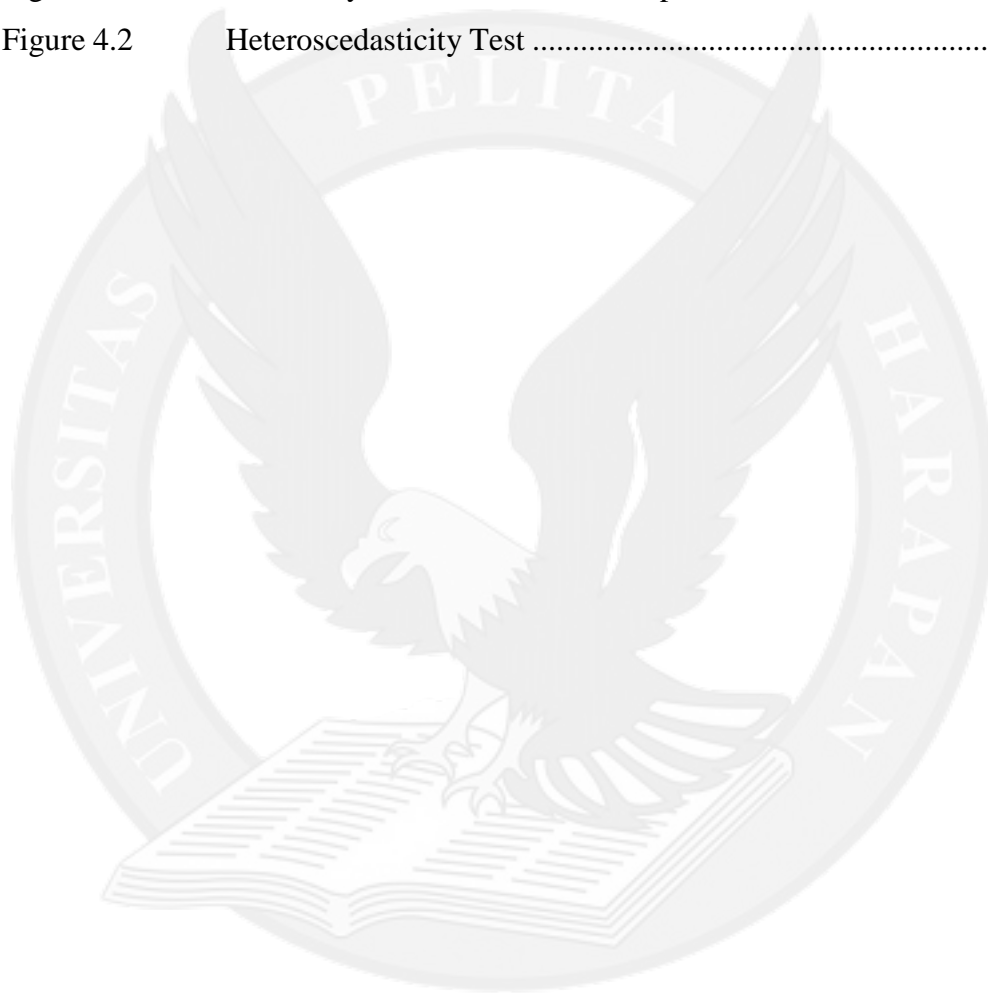
CHAPTER V CONCLUSION

| | | |
|-----|---------------------|----|
| 5.1 | Conclusion..... | 68 |
| 5.2 | Recommendation..... | 69 |

| | |
|------------------------|-----------|
| REFERENCES..... | 70 |
|------------------------|-----------|

LIST OF FIGURES

| | | Page |
|------------|---|------|
| Figure 2.1 | Research Model | 38 |
| Figure 2.2 | Framework of Thinking | 39 |
| Figure 4.1 | Normality Test with P-P Plot Graph..... | 54 |
| Figure 4.2 | Heteroscedasticity Test | 57 |



LIST OF TABLES

| | | Page |
|------------|---|------|
| Table 1.1 | Tax Planning, Deferred Tax Expense and Earning Management in Year 2018-2020 | 6 |
| Table 2.1 | Previous Research | 32 |
| Table 3.1 | Sample Reconciliation Result | 41 |
| Table 3.2 | Definition of Operational and Measurement of Variable | 43 |
| Table 3.3 | Rule in Comparison between Durbin Watson Test with Durbin Watson Table..... | 46 |
| Table 4.1 | Descriptive statistics | 51 |
| Table 4.2 | Normality Test | 53 |
| Table 4.3 | Normality Test Aftar Data Transformation | 55 |
| Table 4.4 | Multicollinearity Test | 56 |
| Table 4.5 | Autocorrelation Test | 57 |
| Table 4.6 | Glejser Test | 58 |
| Table 4.7 | Linear Regression Analysis | 59 |
| Table 4.8 | Coefficient of Determination..... | 60 |
| Table 4.9 | F Test | 61 |
| Table 4.10 | T Test | 62 |

LIST OF APPENDICES

| | | |
|------------|--|-----|
| APPENDIX A | TRADE, SERVICE AND INVESTMENT COMPANIES LISTED IN INDONESIA STOCK EXCHANGE IN THIS RESEARCH..... | A-1 |
| APPENDIX B | DATA OF TAX PLANNING | B-1 |
| APPENDIX C | DATA OF DEFERRED TAX EXPENSE..... | C-1 |
| APPENDIX D | DATA OF EARNING MANAGEMENT | D-1 |
| APPENDIX E | DATA OF RESEARCH VARIABLE | E-1 |
| APPENDIX F | OUTPUT DATA SPSS | F-1 |
| APPENDIX G | STATISTIC TABLE..... | G-1 |

