TABLE OF CONTENTS

page

COVER PAGE

TITLE PAGE

FINAL ASSIGNMENT STATEMENT AND UPLOAD AGREEMENT ii

APPROVAL PAGE BY FINAL PAPER ADVISOR..... iii

APPROVAL PAGE BY FINAL PAPER DEFENSE COMMITTEE..... iv

ABSTRACT v

***ABSTRAK*..... vi**

PREFACE vii

TABLE OF CONTENTS ix

LIST OF TABLES..... xiii

LIST OF FIGURES xiv

LIST OF APPENDICES..... xv

CHAPTER I INTRODUCTION

1.1 Background of the Study..... 1

1.2 Problem Limitation 5

1.3 Problem Formulation 5

1.4 Objectives of The Research 5

1.5 Benefits of The Research 6

1.5.1 Theoretical Benefits..... 6

1.5.2 Practical Benefits 6

CHAPTER II LITERATURE REVIEW

2.1. Theoretical Background 7
2.1.1. Agency Theory 7
2.1.2 Tax Avoidance 8
2.1.3 Profitability 10
2.1.4 Firm Size 12
2.1.5 Sales Growth 12
2.2 Previous Research 13
2.3 Hypothesis Development 14
2.3.1 The Impact of Profitability Toward Tax Avoidance 15
2.3.2 The Impact of Firm Size Toward Tax Avoidance 15
2.3.3 The Impact of Sales Growth Toward Tax Avoidance 15
2.3.4 The Impact of Profitability, Firm Size, and Sales Growth Toward Tax Avoidance 16
2.4 Research Model 16
2.5 Framework of Thinking 17

CHAPTER III RESEARCH METHODOLOGY

3.1 Research Design 18
3.2 Population and Sample 18
3.3 Data Collection Method 19
3.4 Operational Definitions and Variable Measurement 19
3.4.1 Independent Variable (X) 19
3.4.1.1 Profitability (X1) 20
3.4.1.2 Firm Size (X2) 20

3.4.1.3 Sales Growth (X3) 20
3.4.2 Dependent Variable (Y) 20
3.4.2.1 Tax Avoidance 21
3.5 Data Analysis Method 21
3.5.1 Descriptive Method 21
3.5.2 Classical Assumption Test 22
3.5.2.1 Normality Test 22
3.5.2.2 Multicollinearity Test 23
3.5.2.3 Heteroscedasticity Test 23
3.5.2.4 Autocorrelation Test 24
3.5.2.5 Multiple Linear Regression Analysis 25
3.5.3 Hypothesis Testing 25
3.5.3.1 Partial (t-test) 25
3.5.3.2 Simultaneous (F-test) 26
3.5.3.3 Coefficient of Determination (Adjusted R-square) 26

CHAPTER IV RESEARCH, RESULT, AND DISCUSSION

4.1 General View of Consumer Goods Industries in Indonesia Stock Exchange . 27
4.2 Research Result 41
4.2.1 Descriptive Statistics 41
4.2.2 Result of Data Quality Testing 43
4.2.2.1 Normality Test 43
4.2.2.2 Multicollinearity Test 45
4.2.2.3 Autocorrelation Test 47
4.2.2.4 Heteroscedasticity Test 48

4.2.2.5 Summary of Classical Assumption Test Result 50
4.2.2.6 Multiple Linear Regression Analysis 50
4.2.3 Result of Hypothesis Testing 51
4.2.3.1 Partial Significance Test (t-test) 51
4.2.3.2 Simultaneous Significance Test (F-test) 53
4.2.3.3 Coefficient of Determination (Adjusted R^2) 55
4.2.4 Hypothesis Testing Results Summary 55
4.3 Discussion 55
4.3.1 The Impact on Profitability Toward Tax Avoidance 55
4.3.2 The Impact on Firm Size Toward Tax Avoidance 56
4.3.3 The Impact on Sales Growth Toward Tax Avoidance 57
4.3.4 The Impact on Profitability, Firm Size, and Sales Growth Toward Tax Avoidance 58

CHAPTER V CONCLUSION

5.1 Conclusion 59
5.2 Recommendation 60

REFERENCES 62

LIST OF TABLES

Table 1. 1 Profitability, Firm Size, and Sales Growth comparison toward Tax Avoidance of some companies in Consumer Goods Sector for year 2020-2022.... 4
Table 3. 1 Variable Measurement 21
Table 3. 2 Transformation Formula of SPSS 26 23
Table 3. 3 Autocorrelation Decision Table 24
Table 4. 1 Samples Determination 27
Table 4. 2 Descriptive Statistics 41
Table 4. 3 Normality Test by One-Sample Kolmogorov-Smirnov Test 43
Table 4. 4 Kolmogorov-Smirnov Test 44
Table 4. 5 Multicollinearity Test 45
Table 4. 6 Autocorrelation Test 47
Table 4. 7 Autocorrelation Run Test 48
Table 4. 8 Heteroscedasticity Glejser Test 49
Table 4. 9 Summary of Classical Assumption Test Results 50
Table 4. 10 Multiple Linear Regression Analysis 50
Table 4. 11 Partial Hypothesis Testing (T-Test) 52
Table 4. 12 Simultaneous Hypothesis Testing (F-Test) 54
Table 4. 13 Coefficient of Determination (Adjusted R^2) 55
Table 4. 14 Hypothesis Testing Results Summary 55

LIST OF FIGURES

Figure 2. 1 Research Model 16
Figure 2. 2 Framework of Thinking 17
Figure 4. 1 Histogram Graph 44
Figure 4. 2 P-P Plot Normality Test 45
Figure 4. 3 Durbin-Watson Autocorrelation Test Result 47
Figure 4. 4 Heteroscedasticity test using Scatterplot. 49

LIST OF APPENDICES

APPENDIX A : LIST OF POPULATION AND SAMPLE FOR CONSUMER GOODS COMPANIES LISTED ON THE INDONESIA STOCK EXCHANGE FOR THE YEAR 2020-2022 ..... A-1

APPENDIX B : PROFITABILITY CALCULATION (ROA) B-1

APPENDIX C : CALCULATION OF FIRM SIZE..... C-1

APPENDIX D : CALCULATION OF SALES GROWTH D-1

APPENDIX E : TAX AVOIDANCE CALCULATION (ETR).....E-1

APPENDIX F : SPSS 26 RESULTS F-1

APPENDIX G : T-TABLE DISTRIBUTION G-1

APPENDIX H : F-TABLE DISTRIBUTION..... H-1

APPENDIX I : DURBIN-WATSON TABLE ($\alpha = 0.05$).....I-1