

## TABLE OF CONTENTS

### COVER PAGE

DECLARATION OF AUTHENTICITY OF FINAL PAPER AND UPLOAD AGREEMENT .....ii

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

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

ABSTRACT .....v

PREFACE .....vii

TABLE OF CONTENTS .....ix

LIST OF FIGURES .....xii

LIST OF TABLES .....xiii

LIST OF APPENDICES .....xiv

### CHAPTER I INTRODUCTION

1.1 BACKGROUND OF STUDY .....1

1.2 PROBLEM FORMULATION .....3

1.3 RESEARCH FOCUS .....4

1.4 OBJECTIVE OF RESEARCH .....4

1.5 BENEFIT OF RESEARCH .....4

1.5.1 THEORETICAL BENEFIT .....5

1.5.2 PRACTICAL BENEFIT .....5

## **CHAPTER II LITERATURE REVIEW AND HYPOTHESIS DEVELOPMENT**

2.1	THEORETICAL BACKGROUND .....	6
2.1.1	DEFINITION OF TAX .....	6
2.1.1.1	CHARACTERISTICS OF TAX .....	7
2.1.1.2	FUNCTIONS OF TAX .....	8
2.1.1.3	TYPES OF TAX .....	9
2.1.2	INCOME TAX .....	10
2.1.2.1	SUBJECT OF TAX .....	11
2.1.2.2	OBJECT OF TAX .....	13
2.1.3	DEDUCTIBLE EXPENSE AND NON-DEDUCTIBLE EXPENSE	
2.1.3.1	DEDUCTIBLE EXPENSE .....	14
2.1.3.2	NON-DEDUCTIBLE EXPENSE .....	18
2.1.4	FISCAL CORRECTION .....	19
2.1.5	ENTITY INCOME TAX .....	21
2.1.6	TYPES OF INCOME TAX .....	23
2.1.6.1	ARTICLE 21 INCOME TAX .....	23
2.1.6.2	ARTICLE 22 INCOME TAX .....	24
2.1.6.3	ARTICLE 23 INCOME TAX .....	29
2.1.6.4	ARTICLE 24 INCOME TAX .....	31
2.1.6.5	ARTICLE 25 INCOME TAX .....	32
2.1.6.6	ARTICLE 26 INCOME TAX .....	33
2.1.7	TAX RETURN .....	34
2.1.8	TIME LIMIT OF PAYMENT AND REPORTING OF TAX .....	38
2.1.9	TAX SANCTIONS .....	41
2.1.10	TAX REVIEW .....	42
2.1.10.1	PURPOSE OF TAX REVIEW .....	43
2.1.10.2	TAX REVIEW OF ENTITY INCOME TAX PROCEDURE .....	44
2.2	PREVIOUS RESEARCH .....	44

2.3	FRAMEWORK OF THINKING .....	46
-----	-----------------------------	----

### **CHAPTER III RESEARCH METHODOLOGY**

3.1	RESEARCH DESIGN .....	48
3.2	RESEARCH OBJECT .....	48
3.3	DATA COLLECTION METHOD .....	49
3.4	DATA ANALYSIS METHOD .....	50

### **CHAPTER IV DATA ANALYSIS & DISCUSSION**

4.1	GENERAL VIEW OF PT. CIPTA BUANA KORINDO .....	52
4.1.1	COMPANY HISTORY .....	52
4.1.2	VISION AND MISSION OF COMPANY .....	53
4.1.3	ORGANIZATION STRUCTURE .....	53
4.2	DATA ANALYSIS & DISCUSSION .....	57
4.2.1	COMMERCIAL INCOME STATEMENT OF 2019 .....	58
4.2.2	FIXED ASSETS .....	59
4.2.3	ARTICLE 25 OF INCOME TAX .....	60
4.2.4	CALCULATION OF INCOME TAX .....	61
4.3	DISCUSSION .....	61

### **CHAPTER V CONCLUSION & RECOMMENDATION**

5.1	CONCLUSION .....	76
5.2	RECOMMENDATION .....	77

<b>REFERENCES</b> .....	<b>79</b>
-------------------------	-----------

## LIST OF FIGURES

Figure 2.1 Framework of Thinking .....	46
Figure 4.1 Organization Structure .....	54



## LIST OF TABLES

Table 2.1 Previous Research .....	45
Table 4.1 List of Expenses .....	58
Table 4.2 List of Revenue .....	59
Table 4.3 List of Permanent Differences .....	59
Table 4.4 List of Fixed Assets of PT. Cipta Buana Korindo .....	60
Table 4.5 Article 25 Income Tax Installment for Year 2019 .....	60
Table 4.6 Income Tax of PT. Cipta Buana Korindo Year 2019 .....	61
Table 4.7 Depreciation Expense of Fixed Assets .....	70
Table 4.8 Fiscal Reconciliation Statement for Year 2019 .....	72
Table 4.9 Comparison of Income Tax before and after Tax Review .....	73

## LIST OF APPENDICES

<b>APPENDIX A</b> .....	<b>A-1</b>
<b>APPENDIX B</b> .....	<b>B-1</b>
<b>APPENDIX C</b> .....	<b>C-1</b>
<b>APPENDIX D</b> .....	<b>D-1</b>

