ABSTRACT

Tax Avoidance is an effort to avoid the tax which is done by taxpayer to minimize amount of deferred tax expense by utilizing the law and taxation. Taxes are the biggest revenue source of state, so that practice of tax avoidance is strongly discourage by the government. But in fact, there are so many tax avoidance case done by companies that will make state get loss.

This study aims to determine the effect of institutional ownership, managerial ownership and audit committee on tax avoidance simultaneously and partially in the automotive subsector listed in the Indonesia Stock Exchange (IDX) 2010-2014.

The analytical method is testing of descriptive statistics and panel data regression analysis using E-views version 8. Descriptive statistics are studies conducted to provide an overview of the research object information. Panel data regression is a combination of time series data and cross section.

The results showed that institutional ownership gives positive effect significantly and audit committee gives negative effect significantly on tax avoidance. While managerial ownership has no significant influence on tax avoidance.

Based in this study result, automotive companies maximize institutional ownership variabel in order to minimize the existence of tax avoidance practice.

Keywords: *Tax avoidance, Institutional Ownership, Managerial Ownership, Audit Committee*