

Abstract

Tax Avoidance is an attempt in taxation that is done legally by utilizing some gaps contained in existing tax laws. However, this action can made a financial loss for the government because the government can't optimize tax revenue. But on the other side it gives chance for company to get maximum profit.

The purpose of this research to analyze and examine the effect of Profitability and Firm Size to Tax Avoidance at food and beverage companies listed on the Indonesia Stock Exchange (BEI) in 2015-2017

Population in this research is food and beverage companies listed on the Indonesia Stock Exchange (BEI) in 2015-2017. The sampling technique used was Purposive Sampling and obtained 15 food and beverage companies with an observation period of three years so that 45 units of samples were obtained in this study. The method of data analysis in this study is panel data regression analysis.

The results of the study show that the Profitability and Profit of the Company simultaneously influence Tax Avoidance. Profitability does not partially affect Tax Avoidance, the size of the company partially influences Tax Avoidance.

Keyword : Profitability, Firm Size, Tax Avoidance