ABSTRACT

Taxes are among the dues that taxpayers must pay. The company is one of the taxpayers who must perform his duties in administering the payment of tax payments. But from the tax company's side is a burden that will reduce the company's net profit so that the company will find a way to reduce the tax burden, one of its actions through a tax avoidance.

The objective is to understand the impact of transfer pricing, capital intensity and profitabilabiltas against a tax avoidance for an automotive sub registered in the Indonesia stock exchange (BEI) 2013-2019.

The population is an automotive sub-sector listed on the Indonesia Stock Exchange (IDX) in 2013-2019. The sampling technique used is purposive sampling and obtained the number of samples used in this study is as many as 35 samples consisting of 5 companies with a period of 7 years. The data analysis method uses descriptive statistical analysis and regression analysis of panel data using Eviews 10 software by performing several stages of testing.

The results showed transfer pricing, capital intensity and profitability had a simultaneous effect on tax avoidance. While partially transfer pricing and capital intensity have no effect on tax avoidance. Profitability partially affects tax avoidance.

Researchers are further expected to use objects such as sector (food & drink, coal mines, pharmaceuticals, cosmetics & household items), adding new research periods and using other taxavoidance measurements such as cetr, BTD or other tax avoidance measures if the same research variables and are able to add other independent variables to their leverage tax avoidance, Corporate social coverage, corporate size, sales growth, independent commissioners, auditing committees, other expected political connections or other independent variables will be able to provide an explanation about a tax avoidance.

Keywords : *Capital Intensity, Profitability, Tax Avoidance and Transfer Pricing*