ABSTRACK

Tax avoidance is an effort to ease the tax burden by not violating the law, to minimize the tax burden legally by utilizing the existing taxation loopholes. However, tax avoidance is legal, but it still harms the government because the government cannot optimize tax revenue. This study aims to determine the effect of profitability, institutional ownership, managerial ownership and independent board of commissioners on tax avoidance in the coal subsector mining companies on the Indonesia Stock Exchange in 2014-2018. The measuring instrument used in tax avoidance is ETR (Effective Tax Rate). The purposive sampling technique was used for sampling, so as to obtain 45 sample data and a study period of 5 years. Analysis of the data used is panel data regression analysis.

The results of this study indicate that profitability, institutional ownership, managerial ownership and the independent board of commissioners simultaneously influence tax avoidance. Partially, profitability has a negative effect on tax avoidance, while managerial leadership has a positive effect on tax avoidance and institutional ownership and the independent board of commissioners has no effect on tax avoidance.

Keywords: Return On Assets, Institutional Ownership, Managerial Ownership, Size of Board Independent Commissioner