

ABSTRACT

Tax avoidance is an effort to avoid the tax by using the methods and techniques that has tendency to take advantage of the weaknesses (grey area) contained in the tax laws and regulations. To reduce the amount of tax owed. Tax Avoidance can be caused of Indonesia implements a self-assessment tax collection system.

The purpose of this research was to knowing the effect of Profitability, Sales Growth and Company Size on Tax Avoidance in companies registered in LQ45 for the 2014-2018 period. The total sample obtained from the reduction using purposive sampling technique was 115 samples, consisting of 23 companies during 5 year period. The data analysis model uses panel data regression analysis, descriptive statistical analysis, classical assumption test, simultaneous testing as proven by the F test and partial testing with the T test.

The result of this research indicate that profitability, sales growth and company size simultaneously influence tax avoidance. Partially profitability has a positive effect on tax avoidance and company size has a positive effect on tax avoidance, while sales growth has no effect on tax avoidance.

Keywords: *Tax Avoidance, Profitability, Sales Growth and Firm Size.*