

ABSTRACT

This study aims to determine the effect of transfer pricing and capital intensity on Tax Avoidance in various industrial sector manufacturing companies listed on the Indonesia Stock Exchange (IDX) for the 2017-2021 period. In this case, transfer pricing and capital intensity are independent variables, while Tax Avoidance is the dependent variable

The population of companies used in this study are Manufacturing Companies in the Multi-Industrial Sector Listed on the Indonesia Stock Exchange (IDX) in 2017-2021. The sampling technique used in this study is a purposive sampling technique which produces 12 samples of companies. The analytical technique used in this research is descriptive analysis and associative analysis consisting of hypothesis testing, simple linear regression analysis, correlation analysis, and coefficient of determination.

Based on the results of the partial study, it shows that Transfer Pricing has a significant effect on Tax Avoidance of 36.7% and Capital Intensity has a significant effect on Tax Avoidance of 60%.

Keywords Transfer Pricing, Capital Intensity, Tax Avoidance

