

ABSTRACT

This study aims to empirically determine the effect of Financial Distress, Capital Intensity, and Leverage on Tax Avoidance in Basic Industry and Chemical Manufacturing Companies listed on the Indonesia Stock Exchange (IDX) for the period 2019-2024.

The population of this study consists of manufacturing companies in the basic and chemical industries listed on the Indonesia Stock Exchange (IDX) for the period 2019-2024, totaling 103 companies. The sampling technique used in this study is purposive sampling, which produced a total of 11 company samples that met the criteria. The research method used is a quantitative method with a descriptive and verificative approach. This study uses secondary data in the form of annual financial reports of companies, which are accessed on the official website of the IDX, namely www.idx.co.id, and the official websites of each company. The associative analysis used in this study consisted of classical assumption tests, hypothesis tests (t-tests), correlation coefficient analysis, determination coefficient analysis, and multiple linear analysis.

ased on the results of the study on the basic and chemical manufacturing sectors listed on the Indonesia Stock Exchange (IDX) for the period 2019-2024. Financial Distress has a significant negative effect on Tax Avoidance with a capability of -13.69%. Capital Intensity has a significant negative effect on Tax Avoidance with a capability of -12.74%, and Leverage has a significant negative effect on Tax Avoidance with a capability of -7.51%.

Keywords : *Financial Distress, Leverage, Capital Intensity, Tax Avoidance*