***ABSTRACT***

*Christine Josephine Halim / 31150184 / 2019 / Effect of Profitability, Company Size and Sales Growth on Tax Avoidance in Manufacturing Companies Listed in Indonesian Stock Exchange from 2014 to 2017 / Advisor: Mulyani, SE., M.Si.*

*Tax is a revenue resources with the most potential and occupy the highest percentage in the State Budget and Revenue (APBN) than other revenues. The efforts in optimizing this revenue not comes without any obstacles. The main obstacle in order to optimize revenue in the tax sector is tax avoidance. Measures to minimize the tax burden is influenced by various factors. This research aims to investigate the influence of Profitability, Company Size and Sales Growth of Tax Avoidance.*

*Tax evasion is an attempt to minimize or eliminate the tax by utilizing tax rules and norms but still paying attention to whether or not the effects of the consequences of the taxes itself. Hypothesis in this research means as Profitability, Company Size and Sales Growth of Tax Avoidance.*

*This research is using observation technique of secondary data that obtained from the audited financial statements of manufacturing companies which listed on the Indonesian Stock Exchange (BEI) in the period of 2014-2017. The sampling technique is a non-probability sampling technique by using purposive sampling method. Data analysis techniques to examine each of the variables and hypothesis testing is done through descriptive test, pooling test, classic assumption test, multiple linear regression analysis by F test, t test, and coefficient determination test by using IBM program SPSS 23.0.*

*The research data passes across all classical assumption test and F test which showed by independent variables that jointly affect the dependent variable with a significant value of 0.013. T test results showed by a significant profitability variable with a value of 0,0030 which makes negative effect of tax avoidance, while the size of the company and sales growth does not have significant influence which value of 0.1385 and 0.2190.*

*The conclusion of this research indicate that profitability makes a positive effect of CETR (which CETR is a proxy of tax avoidance), while the size of the company and sales growth does not affect the tax avoidance on manufacturing companies which listed in Indonesia Stock Exchange of 2014-2017 period.*

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