

The Effect of Thin Capitalization, Transfer Pricing, and Capital Intensity on Tax Avoidance

By Zahrina Amalia Rainisa

Abstract

This quantitative study aimed to analyze the influence of Thin Capitalization, Transfer Pricing, and Capital Intensity on Tax Avoidance. Transfer Pricing was measured using two proxies, and the measurement of Capital Intensity was modified. Secondary data were sourced from the financial statements and annual reports of mining companies listed on the Indonesia Stock Exchange (IDX) for the period 2020-2023. Using a purposive sampling technique and an unbalanced data panel, 131 financial statements were selected as samples and analyzed using multiple linear regression with STATA v.18. The results indicated that Thin Capitalization has a negative effect on Tax Avoidance. Transfer Pricing and Capital Intensity did not have a significant impact on Tax Avoidance.

Keywords : *Tax Avoidance, Thin Capitalization, Transfer Pricing, Capital Intensity*

Pengaruh *Thin Capitalization*, *Transfer Pricing*, dan *Capital Intensity* Terhadap *Tax Avoidance*

Oleh Zahrina Amalia Rainisa

Abstrak

Penelitian ini merupakan penelitian kuantitatif yang bertujuan untuk menganalisis pengaruh *Thin Capitalization*, *Transfer Pricing*, dan *Capital Intensity* terhadap *Tax Avoidance*. *Transfer Pricing* diukur dengan dua proksi dan pengukuran *Capital Intensity* telah dimodifikasi. Data sekunder berasal dari laporan keuangan perusahaan pertambangan di Bursa Efek Indonesia (BEI) periode 2020-2023. Menggunakan teknik *purposive sampling* dan *unbalanced data panel*, sebanyak 131 laporan keuangan dipilih sebagai sampel dan dianalisis menggunakan regresi data panel melalui aplikasi STATA v.18. Hasil penelitian menunjukkan bahwa *Thin Capitalization* memiliki pengaruh negatif terhadap *Tax Avoidance*. *Transfer Pricing* dan *Capital Intensity* tidak memiliki pengaruh signifikan terhadap *Tax Avoidance*.

Kata kunci : *Tax Avoidance*, *Thin Capitalization*, *Transfer Pricing*, *Capital Intensity*