

ABSTRACT

This study aims to examine the effect of audit committees, corporate governance, and earnings management on tax avoidance and their implications for firm value. The search focuses on companies listed in the LQ45 index of the Indonesia Stock Exchange (IDX) during the 2020-2022 period. The dependent variables are tax avoidance and firm value, while the independent variables consist of audit committees, corporate governance, and earnings management.

The research method employs a quantitative approach using multiple linear regression analysis. Secondary data were obtained from the annual reports of LQ45 companies consistently listed during the observation period. The analysis includes classical assumption tests, descriptive statistics, and regression testing to evaluate the proposed hypotheses.

The results indicate that the audit committee has a positive effect on both tax avoidance and firm value. Corporate governance positively influences tax avoidance but does not significantly affect firm value. Earnings management shows a positive relationship with tax avoidance but has no significant impact on firm value. These findings emphasize the important role of governance structures and accounting practices in shaping tax strategies and influencing investor perceptions of firm value.

Keywords: *Audit Committee, Corporate Governance, Earnings Management, Tax Avoidance, Company Value*

