## **ABSTRACT**

This research aims to analyze the desires of Village-Owned Enterprises (BUMDes) in improving village progress in Indonesia using a Systematic Literature Review (SLR) approach. In the era of regional autonomy, village development is the main focus to improve community welfare and reduce poverty. BUMDes as a local economic institution has a strategic role in advancing villages through managing and developing economic businesses in accordance with village potential. This research identifies problems in the development of BUMDes sustainability, innovation strategies that influence sustainability in the economic, social and environmental fields, as well as challenges faced in implementing BUMDes sustainability. Data was collected from various relevant previous studies and analyzed critically. The research results show that financial literacy, community participation, business diversification, and risk management are the main factors that contribute to the desirability of BUMDes. In addition, there are challenges in efficient management, access to resources and capital, and active involvement in community decision making. This research makes an important contribution to understanding the desirability of BUMDes and its impact on village progress in Indonesia. It is hoped that this research can become a reference for academics, practitioners and policy makers in developing effective strategies to increase the desire and performance of BUMDes in efforts to advance villages.

**Keywords:** BUMDes, Sustainability, Village Progress, Systematic Literature Review (SLR), Village Development