

## **ABSTRACT**

*This study aims to analyze the effect of Investment, Regional minimum wages, Numbers of medium and small industry on Employment of small and medium Industry, in the city/district of the special Region of Yogyakarta in 2013-2019. This research is based on secondary data, namely data sourced from the book of small and medium industry potential and publication of the Central Bureau of Statistics. The analysis tool used is panel data regression with the fixed effect model method. Based on the results of the study, the Investment has a positive and significant effect on the Employment of Small and medium Industry, the Regional minimum wages has a negative and significant effect on the Employment of Small and medium Industry, and the number of medium and small industry has a positive and significant effect on the Employment of Small and medium Industry*

**Keywords:** *Employment of Small and medium Industry, Investment, Regional minimum wages, Numbers of medium and small industry*