

A Study on the Adoption of Industry 4. Technologies in SMEs in Anantapur District, Andhra Pradesh .

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Dr Mulla Ameer Shagdhar
*Assistant professor, Department of Commerce,
SSSGS Degree College (Autonomous), Guntakal . Anantapur (Dist), Andhra Pradesh (state) India.*
mar454545@gmail.com

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Dr G. Prakash
*Assistant professor, Department of Commerce,
SSSGS Degree College (Autonomous), Guntakal . Anantapur (Dist), Andhra Pradesh, (state) India.*
Prakash123gtl@gmail.com

Abstract

Industry 4.0 technologies, including the Internet of Things (IoT), Artificial Intelligence (AI), Big Data, and Automation, are reshaping global industries, offering vast potential for small and medium enterprises (SMEs) to improve their operational efficiency and competitiveness. However, the adoption of these technologies in SMEs in rural regions like Anantapur District, Andhra Pradesh, remains limited due to various barriers, including financial constraints, lack of skilled labour, and insufficient infrastructure. This study explores the awareness, level of adoption, and challenges faced by SMEs in Anantapur in adopting Industry 4.0 technologies. It also investigates the role of government initiatives in supporting digital transformation within the region. The findings aim to provide insights that can assist policy makers, technology providers, and SME owners in overcoming barriers and accelerating the adoption of Industry 4.0, leading to sustainable growth and enhanced competitiveness of SMEs in Anantapur.

Keywords

Industry 4.0, SMEs , Technology Adoption, IoT, Artificial Intelligence, Big Data, Automation, Digital Transformation, Government Support.

1 . Introduction

Anantapur district, located in Andhra Pradesh, India, is a predominantly agrarian region with a growing presence of SMEs in sectors such as manufacturing, textiles, and agro-processing. Despite their significance in the regional economy, many SMEs in Anantapur grapple with challenges related to technological adoption and innovation. Exploring how these enterprises are integrating Industry 4.0 technologies provides valuable insights into the barriers

they face, the opportunities available, and the strategies needed to facilitate their transition into this new industrial paradigm.

This study seeks to analyze the adoption of Industry 4.0 technologies among SMEs in Anantapur district, focusing on their awareness, readiness, and implementation levels. It also aims to identify the key enablers and inhibitors influencing the adoption process. The findings from this study will be instrumental in formulating policy recommendations, designing support frameworks, and fostering collaborations that can accelerate the technological transformation of SMEs in the district. In a giant leap in the Micro, Small and Medium Enterprises (MSME) sector, the highest of 4,225 MSME units in the State with a record investment of Rs 332.64 crore have been opened in the Anantapur district, providing employment opportunities to around 13,208 people in the 2022-23 financial year.

The government has received a total of 426 applications under the single-desk portal and sanctioned permissions for 397 MSME units, of which 318 units have been established. Favourable conditions like water availability and new industrial policy are helping to tap more investments in the erstwhile Anantapur district

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The advent of Industry 4.0, also known as the Fourth Industrial Revolution, has ushered in transformative technologies such as the Internet of Things (IoT), Artificial Intelligence (AI), robotics, big data analytics, cloud computing, and additive manufacturing. While Industry 4.0 is increasingly adopted by large organizations, its penetration into small and medium-sized enterprises (SMEs) is less pronounced, particularly in rural and semi-urban areas.

Small and medium-sized enterprises (SMEs) form the backbone of the Indian economy, contributing significantly to employment generation, GDP, and export growth. However, these enterprises often face unique challenges such as limited financial resources, lack of technical expertise, and inadequate infrastructure, which can hinder their ability to adopt advanced technologies. Understanding the extent to which SMEs are embracing Industry 4.0 technologies, and the factors influencing their adoption, is critical to unlocking their potential and ensuring their competitiveness in the global market.

2 . Objectives

The primary objective of this study is to examine the adoption of Industry 4.0 technologies in small and medium enterprises (SMEs) in the Anantapur district of Andhra Pradesh. The study aims to explore various dimensions of technological adoption to provide insights for enhancing competitiveness and fostering growth within the SME sector.

The specific objectives are as follows:

➤ To Assess Awareness Levels :

Evaluate the awareness of Industry 4.0 technologies, such as IoT, AI, big data, cloud computing, and robotics, among SMEs in Anantapur district.

➤ To Analyze Readiness :

Investigate the readiness of SMEs in terms of infrastructure, workforce skills, and financial capacity to adopt Industry 4.0 technologies.

➤ To Evaluate Current Adoption :

Study the extent to which Industry 4.0 technologies have been implemented in SMEs across various sectors.

➤ To Identify Key Challenges :

Identify the barriers that hinder the adoption of Industry 4.0 technologies, including financial, technical, and organizational challenges.

➤ To Explore Enabling Factors :

Analyze the factors that facilitate or encourage the adoption of these technologies, such as government policies, training programs, and market demand.

➤ To Measure Perceived Benefits :

Assess the perceived advantages of adopting Industry 4.0 technologies, including improved efficiency, productivity, and competitiveness.

➤ To Provide Policy Recommendations :

Develop actionable recommendations for policymakers, industry stakeholders, and SME owners to accelerate the adoption of Industry 4.0 technologies in the Anantapur district.

These objectives aim to provide a comprehensive understanding of the adoption landscape and guide efforts to drive technological transformation in the SME sector.

3. Methodology

This section outlines the systematic approach adopted in the study to investigate the adoption of Industry 4.0 technologies in small and medium enterprises (SMEs) in Anantapur District, Andhra Pradesh. It covers the research design, study area, data collection methods, sampling techniques, data analysis, and ethical considerations. The research methodology adopted in this study is extensive literature review on the topics Artificial intelligence, e-business resources and Adoption process of such advanced technology By organizations either big or small like SMEs. Google Scholar database has been selected to Find out previous research papers, PhD Dissertations, and, Case studies on same or Similar topics commenced worldwide. To get The idea of latest trends, mostly researches Carried out after 2010 were selected for Developing the conceptual framework which Can be later validated through empirical Research.

Research Design :

This study adopts a mixed-methods approach, combining quantitative and qualitative data collection. Quantitative data was gathered through structured surveys, while qualitative insights were obtained from semi-structured interviews with SME stakeholders.

Study Area and Population :

The study focuses on SMEs in Anantapur district, Andhra Pradesh. The target population includes SMEs operating in key sectors such as manufacturing, agriculture, textiles, and services.

Sampling Design :

Sampling Method: Stratified random sampling was used to ensure representation across different SME sectors. **Sample Size:** A total of 100 SMEs were surveyed, with 15 in-depth interviews conducted with SME owners, managers, and technology experts.

Data Collection Methods ::

Primary Data :

Structured Questionnaire : A detailed questionnaire is designed to collect data on the demographic and technological profiles of SMEs, their awareness of Industry 4.0 technologies, and perceived challenges and benefits. **Interviews and Focus Group Discussions :** Semi-structured interviews with SME owners, managers, and stakeholders are conducted to gain in-depth qualitative insights. Focus group discussions are used to understand collective viewpoints.

Secondary Data :

Secondary data is gathered from government reports, industry white papers, academic journals, and previous studies on Industry 4.0 adoption in SMEs.

Analysis Tools :

Utilize tools like SPSS or Excel for quantitative analysis and thematic analysis for qualitative data.

Quantitative Analysis :

Data from the structured questionnaires are analyzed using statistical techniques such as descriptive statistics, chi-square tests, and regression analysis to identify patterns and relationships.

Qualitative Analysis :

Responses from interviews and focus groups are subjected to thematic analysis to extract recurring themes, insights, and narratives about technological adoption.

Research Gap: The adoption of e-business Resources and AI technologies has surged, Especially post-COVID-19, mainly in Developed countries and large Organizations in developing nations. However, SMEs, particularly in India, are Still in the early stages of adopting AI for Business, manufacturing, and marketing. Research on the factors influencing AI Adoption by Indian SMEs is sparse, with Limited formal exploration of the challenges .

Literature Review :

E-business and Artificial Intelligent technologies are crucial for the survival and success of businesses in the digital era. Consequently, understanding the factors influencing SMEs in adopting these tools is essential. Numerous studies have explored the adoption of online resources and AI technology by SMEs and other organizations.

Aarstad & Saidl (2019) explored factors constraining AI adoption by SMEs in Europe, identifying 20 factors including lack of IT competence, resources, resistance to change, and compatibility issues. **Alsheibani et al. (2018)** proposed a research framework for AI adoption using TOE and DOI frameworks, categorizing technological readiness, factors into organizational readiness, and environmental readiness, leading to the intention to adopt and actual adoption. **Bharadwaj et al. (2020)** further argued that SMEs in India often perceive Industry 4.0 as a complex and risky undertaking due to a lack of awareness about the potential benefits. **Chatterjee et al. (2021)** studied AI adoption in manufacturing and production firms using an integrated TAM-TOE model, highlighting the impact of organizational complexity, competency, and competitive advantage on perceived ease of use and usefulness, while organizational readiness, compatibility, and partner support had no significant impact. Leadership support was found to play a moderating role. **Ghosh and Kumar (2019)** pointed out that SMEs in India often lack the technical skills required to operate complex technologies, which leads to underutilization or failure of these systems. **Ifinedo (2011)**

highlighted internet and e-business technologies as pillars of e-commerce, analyzing factors influencing their adoption in SMEs in Canada's Maritime region. **Kumar et al. (2020)** examined how adopting online and e-business resources can improve performance and output levels of Indian SMEs during the COVID-19 pandemic. The study emphasized the need for SMEs to adopt these technologies for sustainable growth, reduced costs, better marketing strategies, and improved customer relationships. **Mishra and Soni (2019)** explored the state of Industry 4.0 adoption in Indian SMEs and found that while awareness was increasing, actual adoption was still limited. **Patel (2021)** further explained that the adoption of technologies like AI, IoT, and robotics in Indian SMEs is mostly seen in the large-scale manufacturing sector, while SMEs, especially in smaller towns, are slow to embrace these advancements. **Rahayu & Day (2015)** investigated e-commerce adoption by SMEs in developing nations, using the TOE framework and categorizing factors into technological, organizational, and individual factors. **Savola et al. (2018)** investigated the factors influencing AI adoption for marketing purposes in SMEs in Finland and Sweden. The study used qualitative data from nine top management representatives, classifying them as providers, adopters, and non-adopters. Technological, organizational, and environmental (TOE) factors were found to be responsible for the adoption process. **Sombultawee (2020)** identified antecedents and consequences of e-commerce adoption by SMEs in the UK, using primary data from 88 SMEs and analyzed with structural equation modeling (SEM). The findings indicated that performance expectancy, effort expectancy, and facilitating conditions impact e-commerce adoption, while social influence played the least role. **Tiwari and Kumar (2020)** found that government support, such as subsidies, tax incentives, and grants for technology adoption, can be a key enabler for SMEs.

4 . Conceptual framework

4.1 Theoretical unpinging

How SMEs that adopt digital technology improve their performance by enhancing their economic and social value, this study has taken help from the resource-based view (RBV) theory [11] and dynamic capability view (DCV) theory [12]. To achieve a better competitive advantage, SMEs need to implement a strategy that cannot be easily replicated by their competitors [11]. Moreover, SMEs perform differently from one another as they have distinct capabilities and resources which are valuable, rare, inimitable, as well as non-substitutable (VRIN). This concept corroborates with RBV theory [11].

Using applications of social media, as well as other digital technologies, is considered part of the resource portfolio of start-up enterprises, but it can hardly meet the criteria of resource-based theory on its own due to the comparatively low barriers for other SMEs to acquire such applications. Thus, applying different digital technologies cannot really enhance the value of SMEs, and so it cannot strictly act as a VRIN resource [33]. Thus, in terms of the RBV theory, when SMEs simultaneously use other technologies such as AI, big data analytics, IoT, and block chain, their performance will be superior to their counterparts in the identical market.

4.2. Social Media Application (SMA)

Paris, Lee, and Seery [36] (p. 531) defined social media marketing technology as “a secured generation of web-development and design, that aims to facilitate communication, sources, information sharing, interoperability, and collaboration on the World Wide Web”. It has been ascertained that social media applications are very popular among younger people who spend a considerable amount of time on them [37]. Social media platforms are tools to easily create online communication between customers and SMEs [38,39]. Walsh and Lipinski [40] observed that SMEs

used social media platforms to improve their brand-building activities, and Ware [41] also found that SMEs use them to help develop their business activities. In a study by Abed, Dwivedi, and Williams [42], . Thus, the use of social media platforms by SMEs is perceived to impact their economic value and social value. Accordingly, the following hypotheses are formulated.

H1a. Social media application (SMA) positively impacts on the creation of economic value (ECV) for SMEs.

H1b. Social media application (SMA) positively impacts on the creation of social value (SOV) for SMEs.

4.3. AI-Enabled Applications (AEA)

Studies have found that SMEs apply AI technologies to help them remodel various business activities such as supply chain networks, production systems, and operational management systems [43,44]. SMEs can remodel business applications with the help of AI technology according to their needs without incurring much cost [45]. AI technology involves machines that can efficiently perform like human beings [46].

Large enterprises, as well as SMEs, have used AI to develop their business activities. For example, KPMG is using AI technology to automate their auditing services, while Bridgewater Associates uses it to improve their business operational activities [47]. SMEs that specialize in finance, marketing, and telecommunication have long been using AI technology to enhance their competitive advantage [48].

AI-enabled applications are considered VRIN resources that impact production systems to make SMEs more competitive. This concept is supplemented by RBV theory [11]. AI is a technology that possesses a human-like intellect to perform complex tasks [49]. AI In terms of the above discussions, the following hypotheses are formulated.

H2a. AI-enabled applications (AEA) positively impact on the creation of economic value (ECV) for SMEs.

H2b. AI-enabled applications (AEA) positively impact on the creation of social value (SOV) for SMEs.

4.4. Big Data Analytics (BDA)

Data analytics has gained huge momentum in recent years, consequently from the emergence of big data. Big data analytics (BDA) is a “holistic process that involves the collection, analysis, use, and interpretation of data for various functional divisions with a view to gaining actionable insights creating business value and establishing the competitive advantage” [50] (p. 178). Traditional methods of performing analytics differ from BDA on four salient dimensions, which are variety, velocity, volume, and accessibility [51]. Owing to the dynamic characteristics of big data, velocity is referred to as the rate at which data are generated and analyzed, and it sometimes includes real-time analysis. Accessibility is construed as the ability of SMEs to collect data from multifarious sources [52]. It is important to mention here that when data remain in an unprocessed form, they have no value until they are examined with an appropriate analytical tool for extracting meaningful information. Thus, the application of BDA is perceived to impact SMEs towards the creation of economic as well as social value. Accordingly, the following hypotheses are developed.

H3a. Big data analytics (BDA) positively impacts on the creation of economic value (ECV) for SMEs.

H3b. Big data analytics (BDA) positively impacts on the creation of social value (SOV) for SMEs.

4.5. IoT Applications (IOA)

Recently, big data have experienced further growth with the emergence of the Internet of Things (IoT) technology. IoT includes machine intelligence, network technologies, as well as smart devices which are interconnected. In such a context, IoT can facilitate the constant, rapid exchange of data in a real-time scenario [53] and improve the upscaling process. This functionality leads to the generation of new and better products as well as services [54,55,56]. IoT is construed as an internet-embedded device [1]. The adoption of IoT technology is perceived to be essential for tracking

indoor assets as well as outdoor assets [57]. SMEs can benefit from IoT applications to optimize their floor operations, improve sustainability in production, and update product-logistic operations [33]. Applications of IoT also help SMEs to sense, seize, and reconfigure external opportunities for their benefit [58,59]. This concept corroborates the DCV theory [12]. Devices that use IoT technology are associated with the EPC (electronic product code) network, which can provide a scalable information system that helps SMEs to exchange information exchange [60]. Such dynamic ability of IoT applications is perceived to help SMEs to create economic as well as social value. Accordingly, it is hypothesized as follows.

H4a. IoT applications (IOA) positively impact on the creation of economic value (ECV) for SMEs.

H4b. IoT applications (IOA) positively impact on the creation of social value (SOV) for SMEs.

4.6. Blockchain Applications (BCA)

Blockchain is considered a digital ledger that presents the detailed history of various transactions that are distributed over several computers, which are called “nodes” and which are duly operated by different participants [61]. This process allows the participants to introduce records that are supported by validated as well as immutable cryptographic protection [62]. Blockchain is considered to function like a distributed open service database [63] that uses advanced cryptography. BCA can never be hacked, and, from that perspective, it is considered a trusted platform [64]. BCA decentralizes user data, and it is gaining consensus as public networks of several participants use it to ensure information accuracy [65]. BCA can be used by SMEs to enhance their information security as well as to protect the data of their customers [66,67]. Thus, SMEs that apply blockchain technology are expected to see an impact on the creation of economic and social value. In such a scenario, the following hypotheses are developed.

H5a. Blockchain applications (BCA) positively impact on the creation of economic value (ECV) for SMEs.

H5b. Blockchain applications (BCA) positively impact on the creation of social value (SOV) for SMEs.

4.7. Economic Value (ECV)

Economic value (ECV) is considered the value that an enterprise always wants to derive from its available resources. One of the main objectives of SMEs is the creation of economic value through profit maximization [31]. SMEs have several ECV implications for SMEs to improve their bottom line [68]. ECV is considered a measure of benefits that are produced by a good or service for the economic agent [69].

Different modern business applications could help to achieve better economic value for SMEs. The economic value changes if the price of the good or the service changes [71]. Modern business applications can help to minimize product costs and thereby can improve the profitability of SMEs [72]. If the price of a product increases very much, the potential customer may not purchase the product. In that case, the ECV decreases [73]. Thus, ECV is perceived to impact SME performance. Accordingly, it is hypothesized as follows.

H6. Economic value (ECV) positively impacts SME performance (SMP).

4.8. Social Value (SOV)

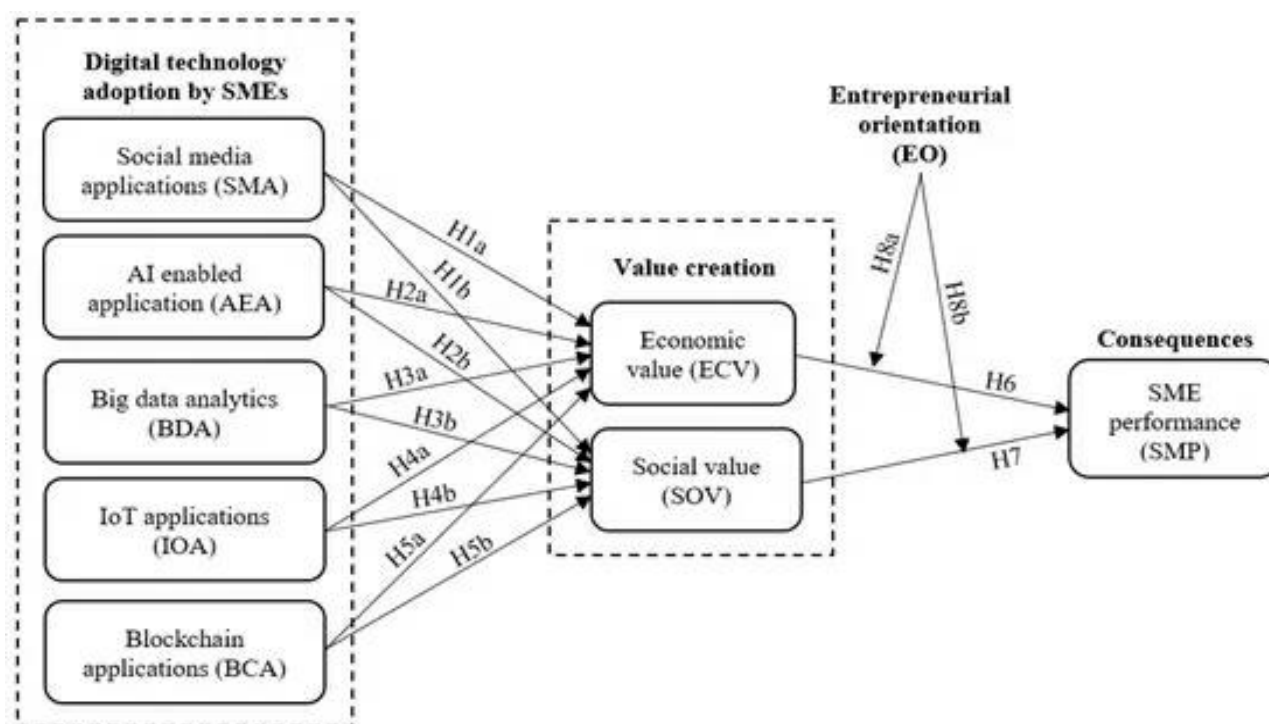
The creation of social values (SOV) by SMEs is considered to be the extent to which they have performed their work to benefit society. Social value emerges from the concept of corporate social responsibility (CSR) [74]. Customers may favour those SMEs that spend more to uplift society [75] by preferring to buy their products or services (Santos, 2011). Different digital applications can help to improve the social value of SMEs. The concept of social value is perceived to impact the overall performance of SMEs. Social values are normally developed by the SME leadership, and then they are accepted and adopted by the employees [37,74]. Social values are shared values among the

employees who perceive those social values are considerably important, and enterprises also call them core values. Thus, social value is perceived to impact the performance of SMEs. Accordingly, the following hypothesis is derived.

H7. Social value (SOV) positively impacts SME performance (SMP).

4.9. Moderating Role of Entrepreneurial Orientation (EO)

Entrepreneurial orientation (EO) is considered an overall strategic posture of the enterprise [35]. In the context of enterprise growth, EO is expected to guide SME entrepreneurs to deploy modern applications early enough to improve business operations as the business environment changes. The EO is considered to be proactive and helps entrepreneurs to take the necessary steps toward creating innovative products and services. With the help of EO, SMEs will be able to enjoy advantages related to availing themselves of high-risk opportunities [76,77]. Studies demonstrate that EO has a positive impact on business growth in developing as well as developed countries [78]. Other studies also have highlighted that the relationship between EO and the growth of SMEs is positive [79]. EO could influence the relationship between value creation as well as enterprise performance and is thus perceived to influence SME performance. Accordingly, it is hypothesized as follows.



H8a. Entrepreneurial orientation (EO) moderates the relationship between economic value (ECV) and SME performance (SMP).

H8b. Entrepreneurial orientation (EO) moderates the relationship between social value (SOV) and SME performance (SMP).

With all these inputs, a conceptual model is developed, which is shown in Figure 1. Sustainability

Figure 1. The conceptual model (Adopted from RBV and DCV theories).

5. Result & Data Analysis

Here's an example of how you can structure data analytics for your study on the adoption of Industry 4.0 technologies in SMEs in Anantapur district.

Parameter	Percentages	Response
	Yes	No
Aware of Industry 4.0	68%	42%
Aware of Specific Technologies IoT	54%	45%
AI	42%	58%
Big Data	35%	75%

Insight: Majority of SMEs (68%) are aware of Industry 4.0, with being the most recognized technology

2. Adoption Level of Industry 4.0 Technologies :

Technology	Adoption Level (%)	Primary Sector
IoT	40%	Manufacturing
AI	25%	Services
Big Data	20%	Agriculture
Robotics	10%	Manufacturing

Insight : Adoption rates are relatively low, with IoT leading among SMEs, primarily in the manufacturing sectors.

3.Barriers to adoption :

Barrier	Percentage of SMEs Reporting
High Cost of Technology	75%
Lack of Technical Expertise	60%
Poor Infrastructure	50%
Resistance to Change	30%

Insight: High costs and lack of expertise are the most significant barriers to adoption.

4. Benefits Experienced by Early Adopters :

Benefit	Percentage Reporting
Improved Operational Efficiency	80%
Better Decision-Making	,70%
Cost Savings	60%
Enhanced Customer Satisfaction	50%

Insight: Early adopters report significant improvements in efficiency and decision-making.

5. Support Mechanisms for Adoption :

Support Mechanism	Percentage of SMEs Utilizing
Government Grants	40%
Industry Training Programs	35%
Collaboration with Tech Firms	25%
Bank Loans or Financing	20%

Insight: Limited utilization of available support mechanisms indicates a need for better awareness and accessibility

Summary Table of Findings :

Aspect	Finding
Awareness	68% are aware of Industry 4.0
Adoption	IoT is the most adopted technology (40%)
Barriers	High cost and lack of expertise
Benefits	Improved efficiency and decision-making
Support	Underutilized government and financial support

6. Implementation of the Research

The implementation of this research involved a series of strategic steps aimed at understanding the current state of Industry 4.0 technology adoption among small and medium enterprises (SMEs) in Anantapur District, Andhra Pradesh. The key steps in the implementation process are outlined below:

1. Development of Research Framework :The research was designed with a clear framework to capture both qualitative and quantitative aspects of Industry 4.0 adoption. This framework included:

Research Objectives : Defined to assess awareness, readiness, challenges, benefits, and barriers to adopting Industry 4.0 technologies in SMEs.

Data Collection Method : Structured questionnaires, interviews, and focus group discussions were designed to gather insights from SME owners, managers, and industry experts.

Sampling Method : Stratified random sampling was used to ensure diverse representation across different sectors and sizes of SMEs in Anantapur District.

2. Data Analysis: Quantitative Analysis : Descriptive statistics were used to analyze survey responses. Chi-square tests and regression analysis helped identify relationships between variables such as SME size, sector, and technological readiness.

Qualitative Analysis : Thematic analysis was conducted on interview transcripts and focus group discussions. This analysis identified key themes related to barriers, enabling factors, and the perceived benefits of Industry 4.0 technologies.

3. Identification of Key Challenges and Barriers : Through the data collection and analysis process, several key challenges were identified, including:

Financial Constraints : SMEs faced difficulties in funding the required technological investments.

Lack of Skilled Workforce : There was a significant shortage of trained personnel to manage advanced technological systems.

Infrastructural Limitations : SMEs lacked the necessary digital infrastructure to implement Industry 4.0 solutions such as IoT, AI, and robotics.

Resistance to Change : SME owners expressed resistance to adopting new technologies, often due to uncertainty about the potential return on investment.

4. Identifying Enabling Factors : Government Support : Financial incentives, subsidies, and training programs aimed at SMEs were highlighted as crucial factors. Collaboration with Educational Institutions : Partnerships between SMEs and universities could help address the skills gap by providing training and research support.

Access to Financing : Offering affordable loans, grants, or low-interest financing options for SMEs to invest in Industry 4.0 technologies.

5. Recommendations and Policy Implications : Based on the findings, the research proposed the following recommendations for SME owners, industry stakeholders, and policymakers:

Enhanced Awareness Programs : There is a need for awareness campaigns and workshops to educate SMEs on the benefits and applications of Industry 4.0 technologies.

Infrastructure Development : Policies that promote the development of digital infrastructure, such as high-speed internet and affordable computing solutions, are critical.

Workforce Development : Government and industry should invest in skill development programs to equip the workforce with the necessary skills to operate and manage Industry 4.0 technologies.

Financial Support Mechanisms : Introducing specific financial schemes or incentives that make it easier for SMEs to adopt advanced technologies.

6. Dissemination of Results : Research Publications : The study was submitted for publication in relevant journals focusing on Industry 4.0 and SME development.

Workshops and Conferences : The results were presented at workshops and conferences aimed at SME owners, government officials, and industry stakeholders to foster discussion and create actionable strategies for accelerating technological adoption.

Policy Briefs : A policy brief was developed and shared with local government authorities, providing recommendations on how to improve support systems for SMEs adopting Industry 4.0 technologies.

7. Findings & suggestions

The study reveals that the adoption of Industry 4.0 technologies among SMEs in Anantapur District is still in its infancy. While a few SMEs have started implementing basic technologies to improve productivity, there are significant barriers to widespread adoption, including financial constraints, lack of awareness, and infrastructure issues. The slow pace of adoption can also be attributed to the limited government support and cultural resistance to change. However, there is potential for growth, especially with more targeted education, better financial support, and collaboration with external technology providers. The research indicates that SMEs with higher levels of awareness and access to resources have shown tangible benefits from adopting Industry 4.0 technologies, suggesting that further

investment in education and infrastructure could accelerate adoption across the district. These findings provide a basis for formulating recommendations that could help improve the adoption of Industry 4.0 technologies in SMEs in Anantapur..

To Promote the adoption of Industry 4.0 technologies among SMEs in Anantapur District, Andhra Pradesh, key recommendations include: targeted awareness campaigns, skill development programs, financial incentives, collaborative platforms, technology-specific consultations, and a focus on practical applications like IoT sensors, basic automation, and data analytics, tailored to the specific needs of local industries while addressing potential barriers such as lack of digital literacy, initial investment costs, and limited technical expertise.

8 . Conclusion

The study reveals that while SMEs in Anantapur District acknowledge the benefits of Industry 4.0 technologies, their adoption is hindered by a combination of low awareness, financial constraints, infrastructural deficiencies, and a lack of skilled labor. To facilitate the transition to Industry 4.0, SMEs need increased support through awareness-building initiatives, financial incentives, infrastructure development, and skill enhancement programs. By addressing these gaps, SMEs in Anantapur can be better positioned to harness the potential of Industry 4.0 technologies, leading to improved efficiency, competitiveness, and overall growth in the long term.

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