Adoni Edible Oil Cluster

1	Name of the Cluster	Adoni Edible Oil
2	Place	Adoni
3	District	Kurnool
4	State	Andhra Pradesh
5	No of firms (by type)	55 Micro Firms and 12 Small Firms (Decortication Firms 37, Expellers – 15, Solvent Extraction Plants 11, Refineries 4)
6	No. of workers	2100
7	Turnover	1620 millions
8	Associations in cluster	1. Adoni Decorticators Association
		2. Rayalseema Solvent Extractors & Refiners Assn.
9	Major products	1. Crude Edible Oil
		2. Refined Edible Oil
		3. De-Oiled Cake
10	Specific and relevant technical institutions (R&D, Testing Lab accredited)	1. Nil
11	Major markets	Within country – AP, Karnataka
		Export – Nil
12	Major problems/prospects	➢ Raw material shortage due to erratic pattern in rainfall and decreasing area under cultivation of oilseed crops ➢ Difficulty in the availability of skilled labours for operating the machines. ➢ Nearly 80% of the core firms are selling the crude oil to the refineries without value addition. ➢ The firms in the cluster have a limited clientele. ➢ The linkage of micro decorticating firms with the banks is weak ➢ Low capacity utilization by firms due to raw material shortage is leading to higher energy per unit of finished product. ➢ Absence of proper facility for raw material storage. ➢ Poor access to proper testing laboratories for micro firms (decorticating firms and oil mills) and the small firms engaged in decorticating. ➢ No collaborative approach on common Threats & Opportunities.
13	Data source and updated on	DSR by APITCO for DC-MSME (June 2010)