

**SENATE OF PAKISTAN**



**REPORT OF THE  
SENATE STANDING COMMITTEE ON DEFENCE  
ON GOVERNMENT BILL TITLED**

***“THE PAKISTAN INTERNATIONAL AIRLINES  
CORPORATION (CONVERSION) (REPEAL) BILL, 2026,”***

REFERRED BY THE HOUSE ON 12<sup>TH</sup> MAY 2026

**REPORT 01. OF 2026**

**PRESENTED BY:**

**SENATOR MUHAMMAD TALHA MAHMOOD  
CHAIRMAN COMMITTEE**

## SENATE SECRETARIAT

### REPORT ON THE GOVERNMENT BILL TITLED "THE PAKISTAN INTERNATIONAL AIRLINES CORPORATION (CONVERSION) (REPEAL) BILL, 2026," REFERRED BY THE HOUSE ON 12<sup>TH</sup> MAY 2026

I, Senator Muhammad Talha Mahmood, Chairman Standing Committee on Defence, have the honour to present, on behalf of the Committee, this report on government bill titled "*The Pakistan International Airlines Corporation (Conversion) (Repeal) Bill, 2026*," referred by the House on 12<sup>th</sup> May 2026. The Bill was referred to the Standing Committee on Defence for consideration and report.

2. The composition of the Committee is as under:

		<b>Chairperson</b>
1.	<b>Senator Muhammad Talha Mahmood</b>	Member
2.	Senator Syedaal Khan (Deputy Chairman)	Member
3.	Senator Dr Afnan Ullah Khan	Member
4.	Senator Anwar ul Haq	Member
5.	Senator Farooq Hamid Naek	Member
6.	Senator Saleem Mandviwalla	Member
7.	Senator Abdul Qudoos	Member
8.	Senator Musadik Masood Malik	Member
9.	Senator Samina Mumtaz Zehri	Member
10.	Senator Dr. Zarqa Suharwardhy Taimur	Member
11.	Senator Umer Farooq	Member
12.	Senator Atta-ul-Haq	Member
13.	Senator Rubina Naaz	Member
14.	Senator Mashal Azam	Member

3. The Committee took up the Bill in its meeting held on 4<sup>th</sup> June, 2026 and the final consideration of the Bill was held on 8<sup>th</sup> June, 2026 attended by the following Members:

		<b>Chairperson</b>
1.	<b>Senator Muhammad Talha Mahmood</b>	Member
2.	Senator Syedaal Khan (Deputy Chairman)	Member
3.	Senator Dr Afnan Ullah Khan	Member
4.	Senator Anwar ul Haq	Member
5.	Senator Saleem Mandviwalla	Member
6.	Senator Abdul Qudoos	Member
7.	Senator Musadik Masood Malik	Member
8.	Senator Umer Farooq	Member




4. During the course of discussions, the Committee deliberated upon the Bill in detail and sought the views of the Ministry of Defence, Ministry of Law and Justice and the Privatization Commission. The summary of the proceedings of the meetings on the subject matter is provided below.

5. The Minister for Law and Justice, the Adviser to the Prime Minister on Privatisation and the Secretary, Ministry of Defence briefed the Committee that Pakistan International Airlines Corporation Limited (PIACL) was corporatized through the Pakistan International Airlines Corporation (Conversion) Act, 2016 (XV of 2016), with the objective of facilitating its privatization process. Since the PIAC Conversion Act has now served and fulfilled its intended purpose, its repeal has become one of the Conditions Precedent for ensuring the successful divestment of PIACL. The said Conditions Precedent have been incorporated in the Cabinet-approved Share Purchase and Subscription Agreement (SPSA), which has been duly executed by all relevant stakeholders. Accordingly, in pursuance of the decision of the Federal Government and in compliance with the provisions of the SPSA, repeal of the said Act is being sought through the introduction of the Pakistan International Airlines Corporation (Conversion) (Repeal) Bill, 2026.

6. On the directions of the Committee, the Ministry presented the relevant extracts of the Share Purchase and Subscription Agreement (SPSA) pertaining to the repeal of the Conversion Act and the protection of the rights of PIA employees; and the letter of agreement submitted by the bidder/consortium regarding the proposed legislation.

7. The Bill was subsequently put to vote, and all Members present unanimously voted in its favor. The Committee, therefore, recommends that the Government Bill titled "***The Pakistan International Airlines Corporation (Conversion) (Repeal) Bill, 2026***," as introduced in the Senate, be passed by the House. A copy of the Bill, as introduced in the Senate, is attached as Annexure-A.

  
ADNAN IBNE ASAD  
Secretary Committee

  
SENATOR MUHAMMAD TALHA MAHMOOD  
Chairman Committee

[AS INTRODUCED IN THE SENATE]

A

Bill

*to repeal the Pakistan International Airlines Corporation (Conversion) Act,  
2016*

**WHEREAS**, it is expedient to repeal the Pakistan International Airlines Corporation (Conversion) Act, 2016 (XV of 2016) in the manner and for the purposes hereinafter appearing;

It is hereby enacted as follows: –

**1. Short title and commencement.** – (1) This Act shall be called the Pakistan International Airlines Corporation (Conversion) (Repeal) Act, 2026.

(2) It shall come into force at once.

**2. Repeal of Act XV of 2016.**– (1) The Pakistan International Airlines Corporation (Conversion) Act, 2016 (XV of 2016), except sub-section (1) of section 7 is hereby repealed.

(2) Notwithstanding the repeal of the Pakistan International Airlines Corporation (Conversion) Act, 2016 (XV of 2016), the conversion of the Pakistan International Airlines Corporation into a public company, all orders made, actions taken, arrangements entered into, transfers effected, licenses, permissions, sanctions, authorizations, concessions and approvals granted and all proceedings continued under any of the powers conferred or exercised under the aforementioned Act of 2016, together with any right, privilege, obligation or liability acquired, accrued or incurred thereunder shall be deemed always to have been lawfully and validly made, taken, issued, vested or transferred and shall continue to be in force.

(3) The particulars mentioned under sub-section (2) or in any other section of this Act shall not prejudice the general application of section 6 of the General Clauses Act, 1897 (X of 1897).

## STATEMENT OF OBJECTS AND REASONS

### REPEAL OF PIAC CONVERSION ACT PRIVATIZATION OF PIACL

1. PIACL was corporatised by the Pakistan International Airlines Corporation (Conversion) Act 2016 (XV of 2016). The purpose was to facilitate its privatization.
2. The validity period under PIAC Conversion Act was extended by the Federal Cabinet to 30<sup>th</sup> June 2026, under which, the 7 immovable properties were duly transferred from PIACL to PIAHCL vide Gazette Notification dated 6<sup>th</sup> March 2026.
3. Now, the PIAC Conversion Act has fulfilled its purpose and repeal of the said Act is one of the Conditions Precedent to ensure successful divestment of PIACL.
4. Moreover, the Conditions Precedent have been enshrined under the Cabinet-approved Share Purchase and Subscription Agreement (SPSA), which has been executed by all stakeholders.
5. Therefore, in accordance with the decision of the Federal Government and in compliance with the provisions of the SPSA, the repeal of the said Act is sought through introduction of the Pakistan International Airlines Corporation (Conversion) (Repeal) Act, 2026.



(Khawaja Muhammad Asif)  
Federal Minister for Defence