

[AS PASSED BY 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International Airlines Corporation (Conversion) Act, 2016 (XV of 2016), except sub-section (1) of section 7 is hereby repealed.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 30th June 2026, under which, the 7 immoveable properties were duly transferred from PIACL to PIAHCL vide Gazette Notification dated 6th 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