

ABSTRACT

A method for processing a payment transaction via a proxy guarantor includes receiving a transaction request associated with a payment transaction for a transaction amount. The payment transaction is associated with a user, and the transaction request includes: payment device data associated with a payment device of the user, the payment device associated with a debit account, and guarantor data identifying a guarantor associated with a credit account. The method further includes communicating a hold request to an issuer system associated with the credit account to cause the issuer system associated with the credit account to place a hold on the credit account for at least a portion of the transaction amount, and communicating an authorization request to an issuer system associated with the debit account.

<Figure 1>